STATE OF UTAH DEPARTMENT OF NATURAL RESOURCES DIVISION OF OIL, GAS AND MINING							FORI	_		
APPLI	CATION FOR P	ERMIT TO DRILL	-				1. WELL NAME and NUMBER Ute Tribal 1-21-4-3			
2. TYPE OF WORK DRILL NEW WELL	REENTER P&A	WELL DEEPE	N WELL	· 🔘			3. FIELD OR WILDCAT UNDESIGNATED			
4. TYPE OF WELL Oil We	II Coalbed	I Methane Well: NO					5. UNIT or COMMUNITIZATION AGREEMENT NAME			
6. NAME OF OPERATOR NEWFIELD PRODUCTION COMPANY				7. OPERATOR PHON	IE 435 646-4825					
8. ADDRESS OF OPERATOR Rt 3 Box 3630 , Myton, UT, 84052					9. OPERATOR E-MA	IL rozier@newfield.com				
10. MINERAL LEASE NUMBER (FEDERAL, INDIAN, OR STATE) 14-20-H62-6154 11. MINERAL OWNERSHIP FEDERAL INDIAN					FEE (12. SURFACE OWNE	ERSHIP DIAN (STATE (FEE (B)	
13. NAME OF SURFACE OWNER (if box 12	= 'fee') Russell and Chr	ristal Moon					14. SURFACE OWN	R PHONE (if box 1	2 = 'fee')	
15. ADDRESS OF SURFACE OWNER (if box	12 = 'fee') 64 Box 167, Duch	esne, UT 84021					16. SURFACE OWNE	R E-MAIL (if box 1	.2 = 'fee')	
17. INDIAN ALLOTTEE OR TRIBE NAME	1	18. INTEND TO COM		E PRODUCT	ION FROM		19. SLANT			
(if box 12 = 'INDIAN') YES (Submit Commingling Application)				ion) NO 🗓	9	VERTICAL DIR	ECTIONAL (HO	ORIZONTAL (
20. LOCATION OF WELL	FOO	TAGES	QT	R-QTR	SECTI	ON	TOWNSHIP	RANGE	MERIDIAN	
LOCATION AT SURFACE	745 FNL	841 FEL	1	NENE	21		4.0 S	3.0 W	U	
Top of Uppermost Producing Zone	ducing Zone 745 FNL 841 FEL		1	NENE	21		4.0 S	3.0 W	U	
At Total Depth	745 FNL	841 FEL	1	NENE	21		4.0 S	3.0 W	U	
21. COUNTY DUCHESNE	2	22. DISTANCE TO N		T LEASE LIN 45	E (Feet)		23. NUMBER OF ACRES IN DRILLING UNIT			
		25. DISTANCE TO N (Applied For Drilling	or Co		AME POOL		26. PROPOSED DEPTH MD: 6960 TVD: 6960			
27. ELEVATION - GROUND LEVEL 5568	2	28. BOND NUMBER	WYB0	00493			29. SOURCE OF DRILLING WATER / WATER RIGHTS APPROVAL NUMBER IF APPLICABLE 43-7478			
	-	Α٦	ГТАСН	IMENTS						
VERIFY THE FOLLOWING	ARE ATTACHE	D IN ACCORDAN	CE WI	TH THE U	ΓAH OIL A	AND G	AS CONSERVATI	ON GENERAL RU	LES	
✓ WELL PLAT OR MAP PREPARED BY	LICENSED SURV	EYOR OR ENGINEER	R	COMPLETE DRILLING PLAN						
AFFIDAVIT OF STATUS OF SURFACE	OWNER AGREE	MENT (IF FEE SURF	ACE)	FORM 5. IF OPERATOR IS OTHER THAN THE LEASE OWNER						
DIRECTIONAL SURVEY PLAN (IF DIRECTIONALLY OR HORIZONTALLY DRILLED)				TOPOGRAPHICAL MAP						
NAME Mandie Crozier		TITLE Regulatory	Tech			PHON	NE 435 646-4825			
SIGNATURE		DATE 03/24/2010				EMAI	L mcrozier@newfield.	com		
API NUMBER ASSIGNED 43013502860000		APPROVAL				B	00.64/Il			
]					Pe	ermit Manager				

API Well No: 43013502860000 Received: 3/24/2010

Proposed Hole, Casing, and Cement						
String	Hole Size	Casing Size	Top (MD)	Bottom (MD)		
Prod	7.875	5.5	0	6960		
Pipe	Grade	Length	Weight			
	Grade J-55 LT&C	6960	15.5			

API Well No: 43013502860000 Received: 3/24/2010

	Proposed Hole, Casing, and Cement						
String	Hole Size	Casing Size	Top (MD)	Bottom (MD)			
Surf	12.25	8.625	0	300		Γ	
Pipe	Grade	Length	Weight			Γ	
	Grade J-55 ST&C	300	24.0			Γ	
						T	

T4S, R3W, U.S.B.&M. WEST - 80.20 (G.L.O.) N89'18'55"W - 2667.95' (Meas.) Sandstone Sandstone **DRILLING** WINDOW 500, (G.L.O.) S00.03'E of Bearings) asured) S00°02'E Sandstone Set Cedar Post (Meas.) WELL LOCATION: S01'02'48"E (Basis of Beal 2660.25' (Measured) 1-21-4-3 ELEV. UNGRADED GROUND = 5567.8' THIS IS TO CERTIFY THAT PREPARED FROM FIELD S02°08'48"E 1985 Aluminum Set Stone Yellow cap on Tipped over 5/8" Rebar S88°47'54"W - 2646.10' (Meas.) S89°54'40"W - 2526.06' (Meas.) \$89.58'W - 80.38 (G.L.O.)= SECTION CORNERS LOCATED 1-21-4-3 BASIS OF ELEV; Elevations are base on (Surface Location) NAD 83 LOCATION: an N.G.S. OPUS Correction. $LATITUDE = 40^{\circ} 07' 31.98"$ LAT. 40°04'09.56" LONG. 110°00'43.28" LONGITUDE = 110° 13' 17.35" (Tristate Aluminum Cap) Elev. 5281.57'

NEWFIELD PRODUCTION COMPANY

WELL LOCATION, 1-21-4-3, LOCATED AS SHOWN IN THE NE 1/4 NE 1/4 OF SECTION 21, T4S, R3W, U.S.B.&M. DUCHESNE COUNTY, UTAH.



MADE BY ME OR UNDER THE SAME ARE TRUE AND OF MY KNOWLEDGE OF BE

TRI STATE LAND SURVEYING & CONSULTING

180 NORTH VERNAL AVE. - VERNAL, UTAH 84078 (435) 781-2501

	V
DATE SURVEYED: 02-19-10	SURVEYED BY: C.D.S.
DATE DRAWN: 02-22-10	DRAWN BY: F.T.M.
REVISED:	SCALE: 1" = 1000'

MEMORANDUM of EASEMENT, RIGHT-OF-WAY and SURFACE USE AGREEMENT

This Easement, Right-of-Way and Surface Use Agreement ("Agreement") is entered into this 11th day of February, 2010 by and between Russell and Christal Moon, whose address is HC 64 box 167, Duchesne, Utah 84021, ("Surface Owner," whether one or more) and Newfield Production Company, a Texas corporation ("NEWFIELD"), with offices at 1001 Seventeenth Street, Suite 2000, Denver, Colorado 80202, covering certain lands, (the "Lands") situated in Duchesne County, Utah described as follows:

Township 4 South, Range 3 West Section 21: All, being 640 acres more or less.

Duchesne County, Utah

For and in consideration of the sum of ten dollars (\$10.00), and other valuable consideration, the receipt and sufficiency of which are hereby acknowledged, the undersigned hereby agree to the terms and provisions set forth as follows:

Compensation for Well; Release of All Claims

NEWFIELD shall pay to Surface Owner the sum as set forth in and according to the terms of that certain Letter Agreement for Easement, Right-of Way and Surface Use by and between Surface Owner and NEWFIELD, dated February 11, 2010, as full payment and satisfaction for any and all detriment, depreciation, injury or damage of any nature to the Lands or growing crops thereon that may occur as a result of NEWFIELD's drilling or completion operations or its continuing activities for the production or transportation of oil, gas, or other hydrocarbons or products associated with the foregoing including, but not limited to, surface use, access, pipelines, gathering lines, pipeline interconnections, and any and all other reasonable or customary uses of land related to said operations or activities.

2. Grant of Right of Way and Easement

Christal Moon, private surface owner

Surface Owner hereby grants, bargains, leases, assigns, and conveys to NEWFIELD an easement and right-of-way for the purpose of construction, using and maintaining access roads, locations for surface equipment and subsurface gathering lines for each well drilled upon the Lands, pipelines, and pipeline interconnections for two years from date of this agreement and so long thereafter as NEWFIELD's oil and gas leases remain in effect.

This Agreement shall be binding upon the respective heirs, executors, administrators, successors, and assigns of the undersigned.

These Parties hereto have executed this document effective as of the day first above written.

RUSSEL AND CHISTAL MOON	NEWFIELD PRODUCTION COMPANY
By: Russell Moon, private surface owner	By: Daniel W. Shewmake, Vice President-Development
By: Christal Wass	

STATE OF UTAH)	
COUNTY OF Duckery)	46
This instrument was acknowledged beformed Christal Moon, private surface owners.	ore me this day of February, 2010 by Russell
Witness my hand and official seal.	
My commission expires 9/6/20/3	Notary Public 1ESTON
STATE OF COLORADO))ss COUNTY OF Denver)	
This instrument was acknowledged befo Daniel W. Shewmake, Vice President-Develo	ore me this
Witness my hand and official seal.	
	Notary Public
My commission expires	

NEWFIELD PRODUCTION COMPANY UTE TRIBAL 1-21-4-3 NE/NE SECTION 21, T4S, R3W DUCHESNE COUNTY, UTAH

TEN POINT DRILLING PROGRAM

1. **GEOLOGIC SURFACE FORMATION:**

Uinta formation of Upper Eocene Age

2. <u>ESTIMATED TOPS OF IMPORTANT GEOLOGIC MARKERS</u>:

Uinta	0' -	1660'
Green River		1660'
Wasatch		6710'
Proposed TD		6960'

3. ESTIMATED DEPTHS OF ANTICIPATED WATER, OIL, GAS OR MINERALS:

Green River Formation (Oil) 1660' – 6710'

Fresh water may be encountered in the Uinta Formation, but would not be expected below about 350'. All water shows and water bearing geologic units shall be reported to the geologic and engineering staff of the Vernal Office prior to running the next string of casing or before plugging orders are requested. All water shows must be reported within one (1) business day after being encountered.

All usable (<10,000 PPM TDS) water and prospectively valuable minerals (as described by BLM at onsite) encountered during drilling will be recorded by depth and adequately protected. This information shall be reported to the Vernal Office.

Detected water flows shall be sampled, analyzed, and reported to the geologic & engineering staff of the Vernal Office. The office may request additional water samples for further analysis. Usage of the State of Utah form *Report of Water Encountered* is acceptable, but not required.

The following information is requested for water shows and samples where applicable:

Location & Sampled Interval Date Sampled Temperature Flow Rate Hardness рΗ Water Classification (State of Utah) Dissolved Calcium (Ca) (mg/l) Dissolved Iron (Fe) (ug/l) Dissolved Sodium (Na) (mg/l) Dissolved Carbonate (CO₃) (mg/l) Dissolved Magnesium (Mg) (mg/l) Dissolved Chloride (Cl) (mg/l) Dissolved Bicarbonate (NaHCO₃) (mg/l) Dissolved Total Solids (TDS) (mg/l) Dissolved Sulfate (SO₄) (mg/l)

Ten Point Well Program & Thirteen Point Well Program Page 2 of 4

4. PROPOSED CASING PROGRAM

a. Casing Design: Ute Tribal 1-21-4-3

Size	Interval		Weight	Grade	Coupling	Design Factors			
Size	Тор	Bottom	vveigiti Grade		Coupling	Burst	Collapse	Tension	
Surface casing	0.0	2001	24.0	J-55	STC	2,950	1,370	244,000	
8-5/8"	0	300'	24.0	J-55	310	17.53	14.35	33.89	
Prod casing	0.5	0.0001	45.5	1.55	1.70	4,810	4,040	217,000	
5-1/2"	0,	6,960'	15.5	J-55	LTC	LIC	2.17	1.82	2.01

Assumptions:

- 1) Surface casing max anticipated surface press (MASP) = Frac gradient gas gradient
- 2) Prod casing MASP (production mode) = Pore pressure gas gradient
- 3) All collapse calculations assume fully evacuated casing w/ gas gradient
- 4) All tension calculations assume air weight

Frac gradient at surface casing shoe = 13.0 ppg
Pore pressure at surface casing shoe = 8.33 ppg
Pore pressure at prod casing shoe = 8.33 ppg
Gas gradient = 0.115 psi/ft

All casing shall be new or, if used, inspected and tested. Used casing shall meet or exceed API standards for new casing.

All casing strings shall have a minimum of 1 (one) centralizer on each of the bottom three (3) joints.

b. Cementing Design: Ute Tribal 1-21-4-3

Job	Fill	Description	Sacks ft ³	OH Excess*	Weight (ppg)	Yield (ft³/sk)
Curtoss sesing	300'	Class G w/ 2% CaCl	138	30%	15.8	1.17
Surface casing	300	Class G W/ 2% Caci	161	JU 76	13.6	1.17
Prod casing	4,960'	Prem Lite II w/ 10% gel + 3%	343	30%	11.0	3.26
Lead	4,960	KCI	1117	30 /0	11.0	5.20
Prod casing	3 000'	50/50 Poz w/ 2% gel + 3%	363	30%	14.3	1.24
Tail	2,000	2,000' KCI 45		30 /0	14.5	1,24

^{*}Actual volume pumped will be 15% over the caliper log

- Compressive strength of lead cement: 1800 psi @ 24 hours, 2250 psi @ 72 hours
- Compressive strength of tail cement: 2500 psi @ 24 hours

Hole Sizes: A 12-1/4" hole will be drilled for the 8-5/8" surface casing. A 7-7/8" hole will be drilled for the 5-1/2" production casing.

The 8-5/8" surface casing shall in all cases be cemented back to surface. In the event that during the primary surface cementing operation the cement does not circulate to surface, or if the cement level should fall back more than 8 feet from surface, then a remedial surface cementing operation shall be performed to insure adequate isolation and stabilization of the surface casing.

5. MINIMUM SPECIFICATIONS FOR PRESSURE CONTROL:

Ten Point Well Program & Thirteen Point Well Program Page 3 of 4

The operator's minimum specifications for pressure control equipment are as follows:

An 8" Double Ram Hydraulic unit with a closing unit will be utilized. Function test of BOP's will be check daily.

Refer to Exhibit C for a diagram of BOP equipment that will be used on this well.

6. TYPE AND CHARACTERISTICS OF THE PROPOSED CIRCULATION MUDS:

From surface to ± 350 feet will be drilled with an air/mist system. The air rig is equipped with a 6 ½" blooie line that is straight run and securely anchored. The blooie line is used with a discharge less than 100 ft from the wellbore in order to minimize the well pad size. The blooie line is not equipped with an automatic igniter or continuous pilot light and the compressor is located less than 100 ft from the well bore due to the low possibility of combustion with the air dust mixture. The trailer mounted compressor (capacity of 2000 CFM) has a safety shut-off valve which is located 15 feet from the air rig. A truck with 70 bbls of water is on stand by to be used as kill fluid, if necessary. From about ± 350 feet to TD, a fresh water system will be utilized. Clay inhibition and hole stability will be achieved with a KCl substitute additive. This additive will be identified in the APD and reviewed to determine if the reserve pit shall be lined. This fresh water system will typically contain Total Dissolved Solids (TDS) of less than 3000 PPM. Anticipated mud weight is 8.4 lbs/gal. If necessary to control formation fluids or pressure, the system will be weighted with the addition of bentonite gel, and if pressure conditions warrant, with barite

No chromate additives will be used in the mud system on Federal and/or Indian lands without prior BLM approval to ensure adequate protection of fresh aquifers.

No chemicals subject to reporting under SARA Title III in an amount equal to or greater than 10,000 pounds will be used, produced, stored, transported, or disposed of annually in association with the drilling, testing, or completing of this well. Furthermore, no extremely hazardous substances, as defined in 40 CFR 355, in threshold planning quantities, will be used, produced, stored, transported, or disposed of in association with the drilling, testing, or completing of this well.

Hazardous substances specifically listed by the EPA as a hazardous waste or demonstrating a characteristic of a hazardous waste will not be used in drilling, testing, or completion operations.

Newfield Production will **visually** monitor pit levels and flow from the well during drilling operations.

7. AUXILIARY SAFETY EQUIPMENT TO BE USED:

Auxiliary safety equipment will be a Kelly Cock, bit float, and a TIW valve with drill pipe threads.

8. TESTING, LOGGING AND CORING PROGRAMS:

The logging program will consist of a Dual Induction, Gamma Ray and Caliper log from TD to base of surface casing @ 300' +/-, and a Compensated Neutron-Formation Density Log from TD to 3500' +-. A cement bond log will be run from PBTD to cement top. No drill stem testing or coring is planned for this well.

9. <u>ANTICIPATED ABNORMAL PRESSURE OR TEMPERATURE</u>:

No abnormal temperatures or pressures are anticipated. No hydrogen sulfide has been encountered or is known to exist from previous drilling in the area at this depth. Maximum anticipated

'APIWellNo:43013502860000'

Ten Point Well Program & Thirteen Point Well Program Page 4 of 4

bottomhole pressure will approximately equal total depth in feet multiplied by a 0.433 psi/foot gradient.

10. <u>ANTICIPATED STARTING DATE AND DURATION OF THE OPERATIONS</u>:

It is anticipated that the drilling operations will commence the third quarter of 2010, and take approximately seven (7) days from spud to rig release.

2-M SYSTEM

Blowout Prevention Equipment Systems

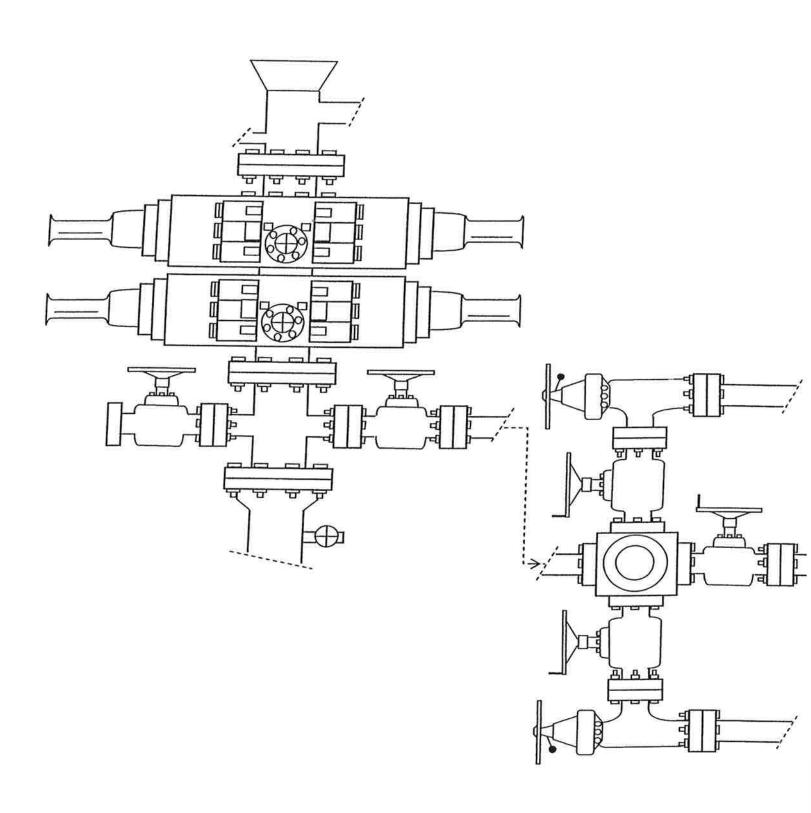
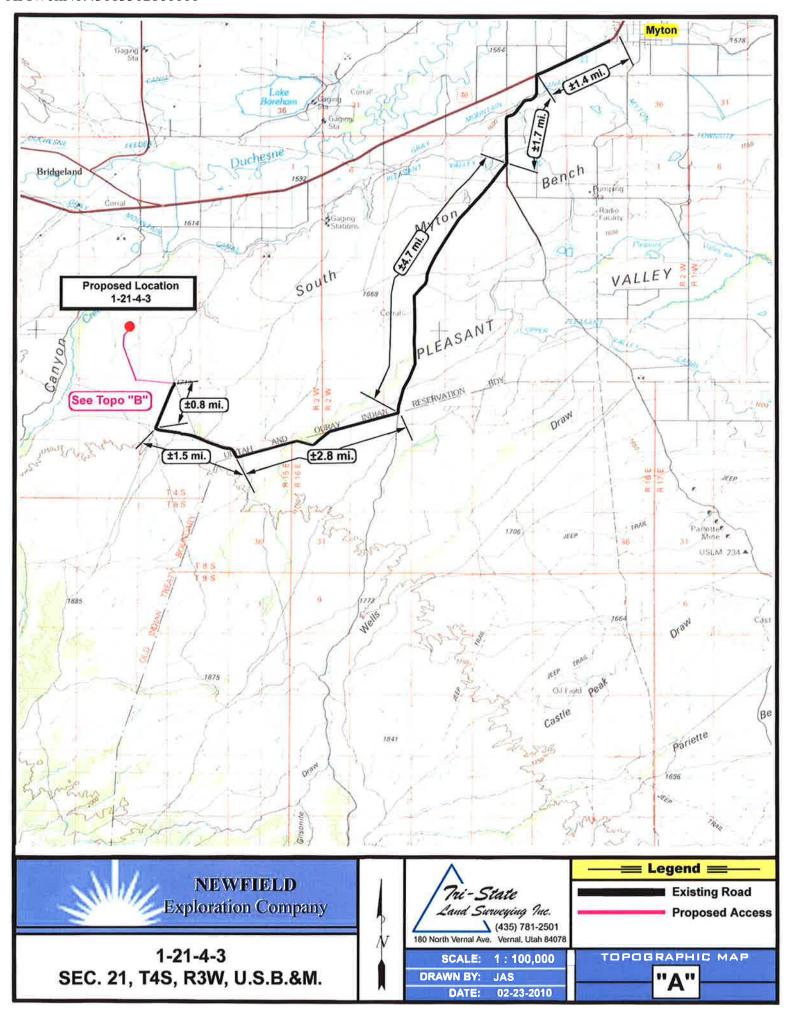
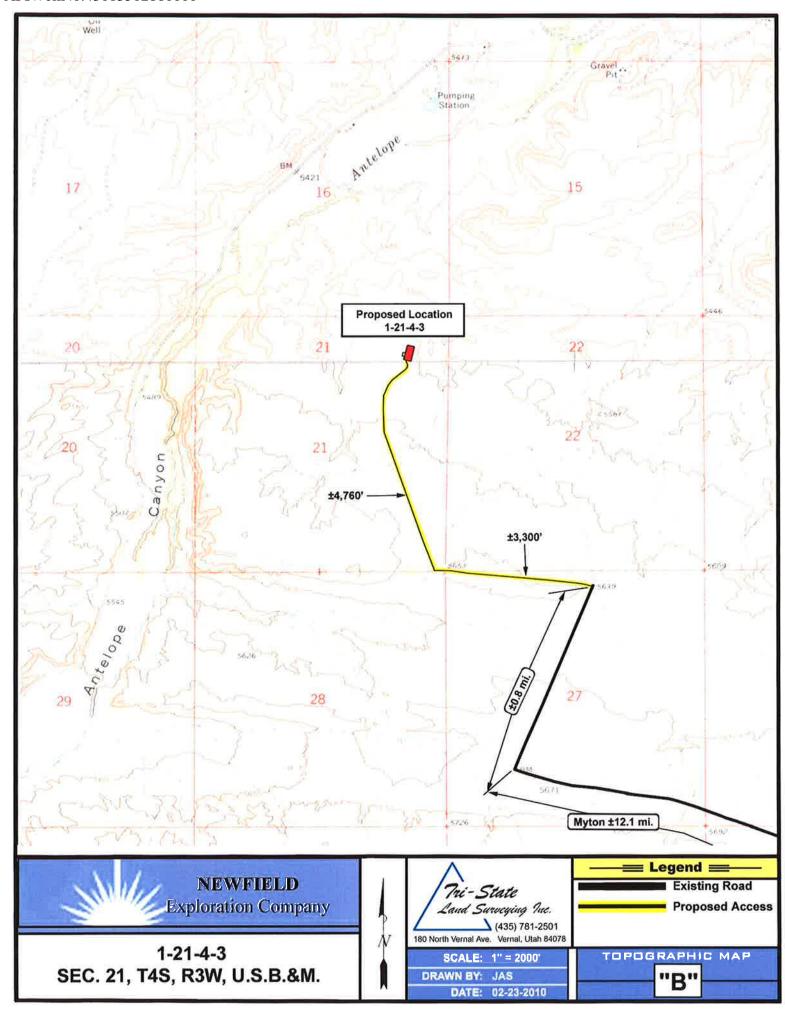
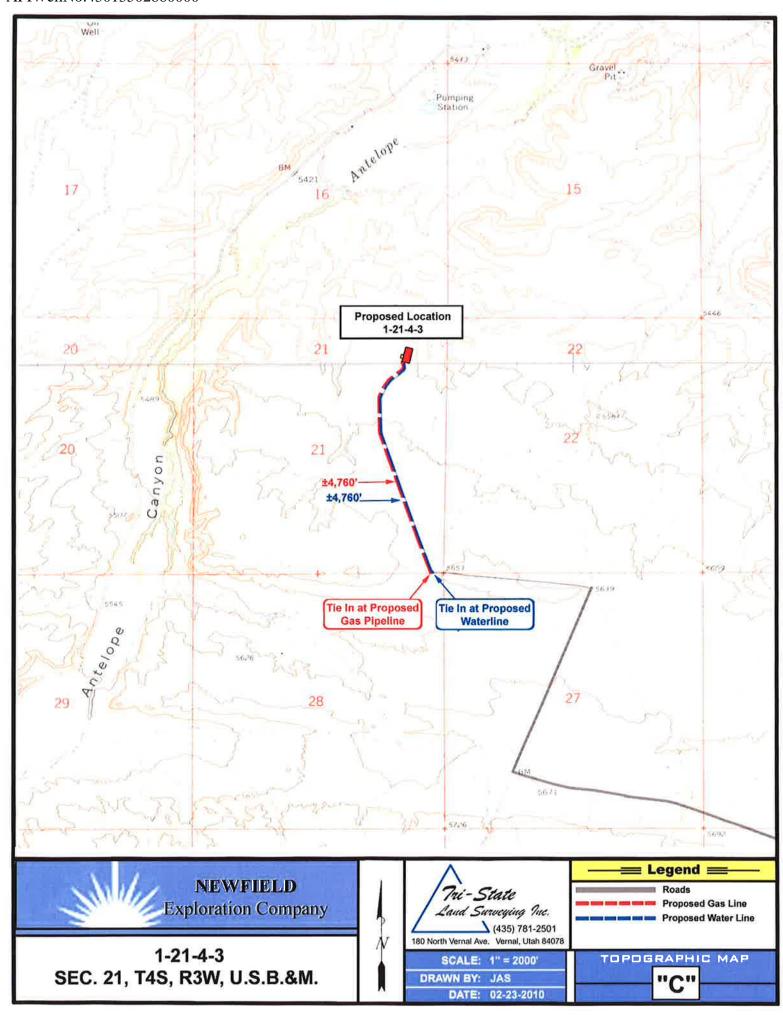
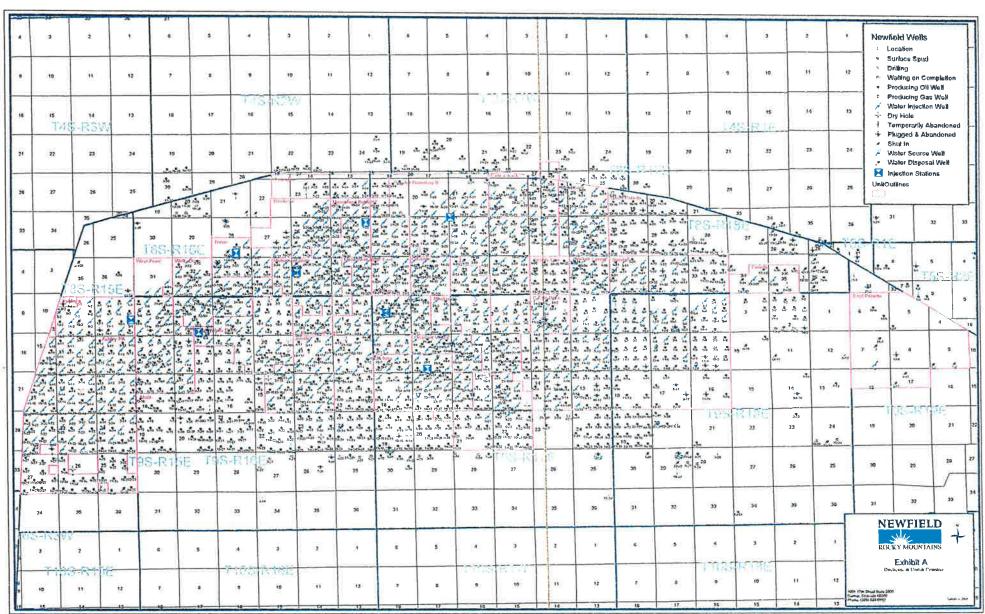


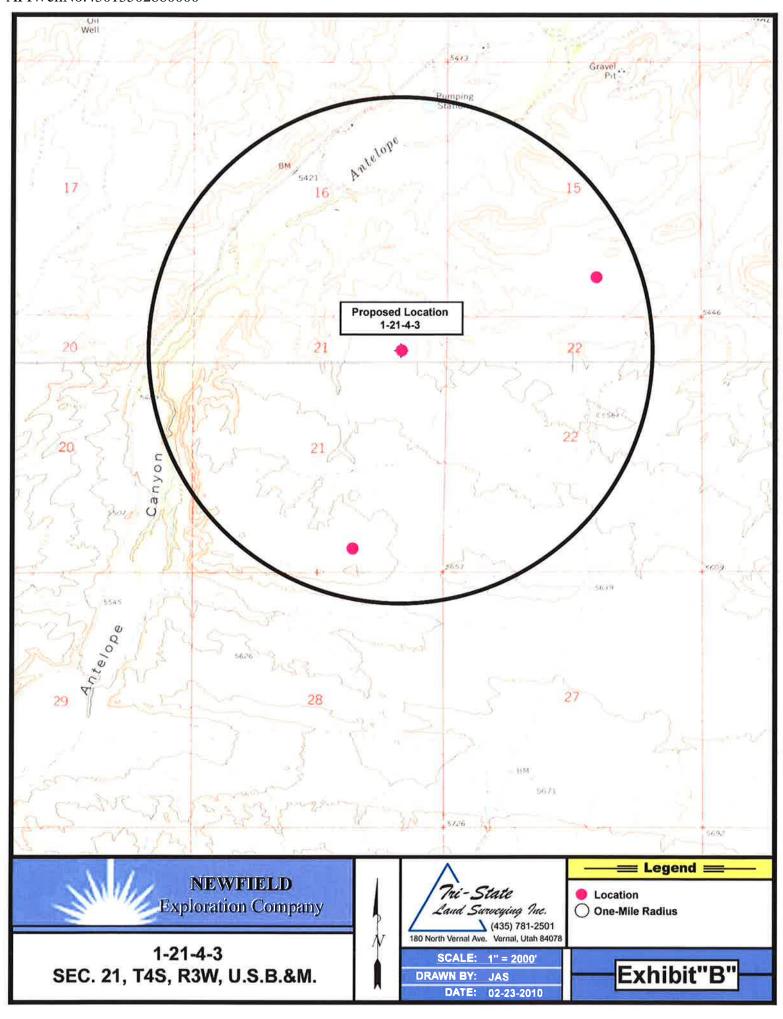
EXHIBIT C











NEWFIELD PRODUCTION COMPANY UTE TRIBAL 1-21-4-3 NE/NE SECTION 21, T4S, R3W DUCHESNE COUNTY, UTAH

ONSHORE ORDER NO. 1

MULTI-POINT SURFACE USE & OPERATIONS PLAN

1. EXISTING ROADS

See attached Topographic Map "A"

To reach Newfield Production Company well location site Ute Tribal 1-21-4-3 located in the NE 1/4 NE 1/4 Section 21, T4S, R3W, Duchesne County, Utah:

Proceed southwesterly out of Myton, Utah along Highway 40 - 1.4 miles \pm to the junction of this highway and UT State Hwy 53; proceed in a southwesterly direction approximately 6.4 miles to it's junction with an existing road to the southwest; proceed in a southwesterly direction approximately 2.8 miles to it's junction with an existing road to the northwest; proceed in a northwesterly direction approximately 1.5 miles to it's junction with an existing road to the northeast; proceed northeasterly approximately 0.8 miles to it's junction with the beginning of the proposed access road to the west; proceed westerly along the proposed access road approximately 3,300'; continue in a northwesterly direction along the proposed access road approximately 4,760' to the proposed well location.

The aforementioned dirt oil field service roads and other roads in the vicinity are constructed out of existing native materials that are prevalent to the existing area they are located in and range from clays to a sandy-clay shale material.

The roads for access during the drilling, completion and production phase will be maintained at the standards required by the State of Utah, or other controlling agencies. This maintenance will consist of some minor grader work for smoothing road surfaces and for snow removal. Any necessary fill material for repair will be purchase and hauled from private sources.

2. PLANNED ACCESS ROAD

Approximately 8,060 of access road is proposed for the proposed well. See attached Topographic Map "B".

The proposed access road will be an 18' crown road (9' either side of the centerline) with drainage ditches along either side of the proposed road whether it is deemed necessary in order to handle any run-off from normal meteorological conditions that are prevalent to this area. The maximum grade will be less than 8%.

There will be no culverts required along this access road. There will be barrow ditches and turnouts as needed along this road.

There are no fences encountered along this proposed road. There will be no new gates or cattle guards required.

All construction material for this access road will be borrowed material accumulated during construction of the access road.

3. LOCATION OF EXISTING WELLS

Refer to Exhibit "B".

4. LOCATION OF EXISTING AND/OR PROPOSED FACILITIES

There are no existing facilities that will be used by this well.

It is anticipated that this well will be a producing oil well.

Upon construction of a tank battery, the well pad will be surrounded by a dike of sufficient capacity to contain at minimum 110% of the largest tank volume within the facility battery.

Tank batteries will be built to State specifications.

All permanent (on site for six (6) months or longer) structures, constructed or installed (including pumping units), will be painted a flat, non-reflective, earth tone color to match one of the standard environmental colors, as determined by the Rocky Mountain Five State Interagency Committee. All facilities will be painted within six months of installation.

5. LOCATION AND TYPE OF WATER SUPPLY

Newfield Production will transport water by truck from nearest water source as determined by a Newfield representative for the purpose of drilling the above mentioned well. The available water sources are as follows:

Johnson Water District Water Right: 43-7478

Neil Moon Pond

Water Right: 43-11787

Maurice Harvey Pond Water Right: 47-1358

Newfield Collector Well

Water Right: 41-3530 (A30414DV, contracted with the Duchesne County Conservancy District).

There will be no water well drilled at this site.

6. SOURCE OF CONSTRUCTION MATERIALS

All construction material for this location shall be borrowed material accumulated during construction of the location site and access road.

A mineral material application is not required for this location.

7. METHODS FOR HANDLING WASTE DISPOSAL

A small reserve pit (90' x 40' x 8' deep, or less) will be constructed from native soil and clay materials. The reserve pit will receive the processed drill cutting (wet sand, shale & rock) removed from the wellbore. Any drilling fluids, which do accumulate in the pit as a result of shale-shaker carryover, cleaning of the sand trap, etc., will be promptly reclaimed. All drilling fluids will be fresh water based, typically containing Total Dissolved Solids of less than 3000 PPM. No potassium chloride, chromates, trash, debris, nor any other substance deemed hazardous will be placed in this pit. Therefore, it is proposed that no synthetic liner be required in the reserve pit. However, if upon constructing the pit there is insufficient fine clay and silt present, a liner will be used for the purpose of reducing water loss through percolation.

Newfield requests approval that a flare pit not be constructed or utilized on this location.

A portable toilet will be provided for human waste.

A trash basket will be provided for garbage (trash) and hauled away to an approved disposal site at the completion of the drilling activities.

Immediately upon first production, all produced water will be confined to a steel storage tank. If the production water meets quality guidelines, it is transported to the Ashley, Monument Butte, Jonah, and Beluga water injection facilities by company or contract trucks. Subsequently, the produced water is injected into approved Class II wells to enhance Newfield's secondary recovery project.

Water not meeting quality criteria, is disposed at Newfield's Pariette #4 disposal well (Sec. 7, T9S R19E), State of Utah approved surface disposal facilities, or Federally approved surface disposal facilities.

8. ANCILLARY FACILITIES

There are no ancillary facilities planned for at the present time and none foreseen in the near future.

9. WELL SITE LAYOUT

See attached Location Layout Sheet,

Fencing Requirements

All pits will be fenced according to the following minimum standards:

- a) A 39-inch net wire shall be used with at least one strand of barbed wire on top of the net.
- b) The net wire shall be no more than two (2) inches above the ground. The barbed wire shall be three (3) inches above the net wire. Total height of the fence shall be at least forty-two (42) inches.
- c) Corner posts shall be centered and/or braced in such a manner to keep tight at all times
- d) Standard steel, wood or pipe posts shall be used between the corner braces. Maximum distance between any two posts shall be no greater than sixteen (16) feet.
- e) All wire shall be stretched, by using a stretching device, before it is attached to the corner posts.

The reserve pit fencing will be on three (3) sides during drilling operations and on the fourth side when the rig moves off location. Pits will be fenced and maintained until cleanup.

Existing fences to be crossed by the access road will be braced and tied off before cutting so as to prevent slacking in the wire. The opening shall be closed temporarily as necessary during construction to prevent the escape of livestock, and upon completion of construction the fence shall be repaired to BLM specifications.

10. PLANS FOR RESTORATION OF SURFACE:

a) Producing Location

Immediately upon well completion, the location and surrounding area will be cleared of all unused tubing, equipment, debris, material, trash and junk not required for production.

The reserve pit and that portion of the location not needed for production facilities/operations will be recontoured to the approximated natural contours. Weather permitting, the reserve pit will be reclaimed within one hundred twenty (120) days from the date of well completion. Before any dirt work takes place, the reserve pit must have all fluids and hydrocarbons removed.

b) Dry Hole Abandoned Location

At such time as the well is plugged and abandoned, the operator shall submit a subsequent report of abandonment and the State of Utah will attach the appropriate surface rehabilitation conditions of approval.

11. <u>SURFACE OWNERSHIP</u> – Russell and Christal Moon. See attached Memorandum of Surface Use Agreement and Easement ROW.

12. OTHER ADDITIONAL INFORMATION

Newfield Production Company requests 8,060' of disturbed area be granted to allow for construction of the planned access road. Refer to Topographic Map "B". A permanent width of 30' and a running surface of 18' is proposed for the planned access road. The construction phase of the planned access road will last approximately (5) days. The planned access road will be an 18' crown road (9' either side of the centerline) with drainage ditches along either side of the proposed road whether it is deemed necessary in order to handle any run-off from normal meteorological conditions that are prevalent to this area. The maximum grade will be less than 8%. There will be no culverts required along this access road. There will be barrow ditches and turnouts as needed along this road. There are no fences encountered along this proposed road. There will be no new gates or cattle guards required. All construction material for this access road will be borrowed material accumulated during construction of the access road.

Newfield Production Company requests 4,760' of disturbed area be granted for construction of the proposed gas lines. It is proposed that the disturbed area will temporarily be 50' wide to allow for construction of a 6" gas gathering line, and a 3" poly fuel gas line, with a permanent width of 30' upon completion of the proposed gas lines. The construction phase of the proposed gas lines will last approximately (5) days. Both proposed lines will tie in to the existing pipeline infrastructure. **Refer to Topographic Map** "C."

Newfield Production Company requests 4,760' of disturbed area be granted to allow for construction of the proposed water lines. It is proposed that the disturbed area will temporarily be 50' wide to allow for construction of a buried 3" steel water injection line and a buried 3" poly water return line and 30' wide upon completion of the proposed water lines. Both proposed lines will tie in to the existing pipeline infrastructure. **Refer to Topographic Map "C."** In the event that the proposed well is converted to a water injection well, a separate injection permit will be applied for through the proper agencies.

- a) Newfield Production Company is responsible for informing all persons in the area who are associated with this project that they will be subject to prosecution for knowingly disturbing historic or archaeological sites, or for collecting artifacts. If historic or archaeological materials are uncovered during construction, Newfield is to immediately stop work that might further disturb such materials and contact the Authorized Officer.
- b) Newfield Production will control noxious weeds along rights-of-way for roads, pipelines, well sites or other applicable facilities. On State administered land it is required that a Pesticide Use Proposal shall be submitted and given approval prior to the application of herbicides or other possible hazardous chemicals.
- c) Drilling rigs and/or equipment used during drilling operations on this well site will not be stacked or stored on State Lands after the conclusion of drilling operations or at any other time without State authorization. However, if State authorization is obtained, it is only a

temporary measure to allow time to make arrangements for permanent storage on commercial facilities.

The Archaeological and Paleontological Report Waiver is attached.

Additional Surface Stipulations

All lease and/or unit operations will be conducted in such a manner that full compliance is made with all applicable laws and regulations. Onshore Oil and Gas Orders, the approved plan of operations and any applicable Notice to Lessees. A copy of these conditions will be furnished to the field representative to ensure compliance.

Hazardous Material Declaration

Newfield Production Company guarantees that during the drilling and completion of the Ute Tribal 1-21-4-3, Newfield will not use, produce, store, transport or dispose 10,000# annually of any of the hazardous chemicals contained in the Environmental Protection Agency's consolidated list of chemicals subject to reporting under Title III Superfund Amendments and Reauthorization Act (SARA) of 1986. Newfield also guarantees that during the drilling and completion of the Ute Tribal 1-21-4-3, Newfield will use, produce, store, transport or dispose less than the threshold planning quantity (T.P.Q.) of any extremely hazardous substances as defined in 40 CFR 355.

A complete copy of the approved APD, if applicable, shall be on location during the construction of the location and drilling activities.

Newfield Production Company or a contractor employed by Newfield Production shall contact the State office at (801) 722-3417, 48 hours prior to construction activities.

The State office as well as the Ute Tribe Energy and Mineral Department shall be notified upon site completion prior to moving on the drilling rig.

13. LESSEE'S OR OPERATOR'S REPRENSENTATIVE AND CERTIFICATION:

Representative

Name:

Tim Eaton

Address:

Newfield Production Company

Route 3, Box 3630 Myton, UT 84052

Telephone:

(435) 646-3721

Certification

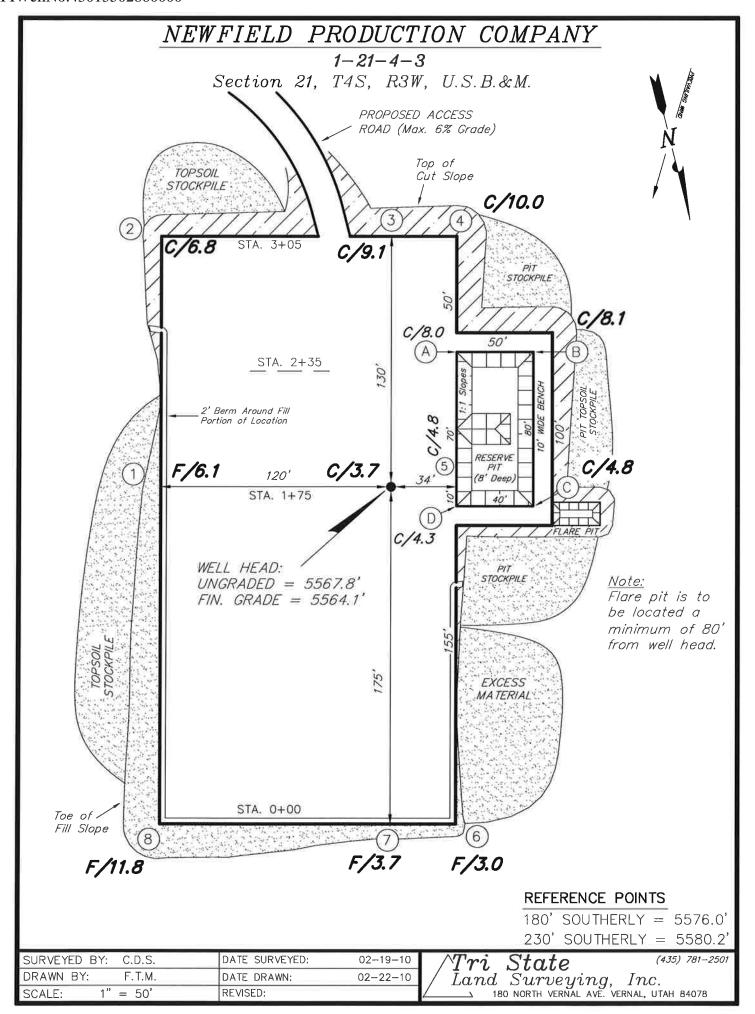
Please be advised that Newfield Production Company is considered to be the operator of well #1-21-4-3, NE/NE Section 21, T4S, R3W Duchesne County, Utah and is responsible under the terms and conditions of the lease for the operations conducted upon the leased lands. Bond coverage is provided by, Federal Bond #WYB000493.

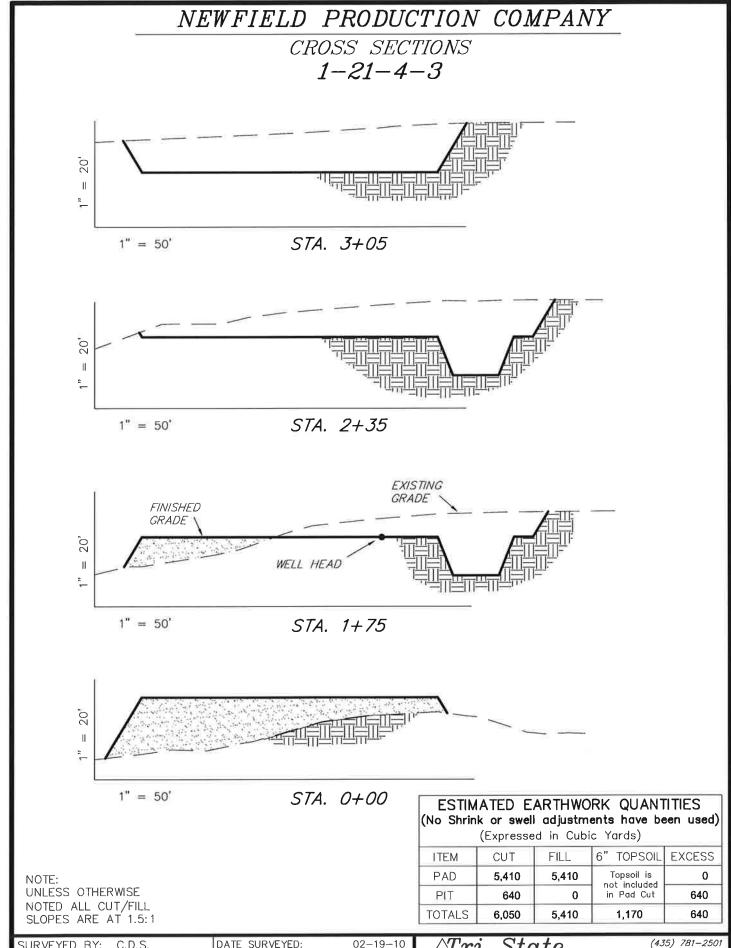
I hereby certify that the proposed drill site and access route have been inspected, and I am familiar with the conditions which currently exist; that the statements made in this plan are true and correct to the best of my knowledge; and that the work associated with the operations proposed here will be performed by Newfield Production Company and its contractors and subcontractors in conformity with this plan and the terms and

'APIWellNo:43013502860000'

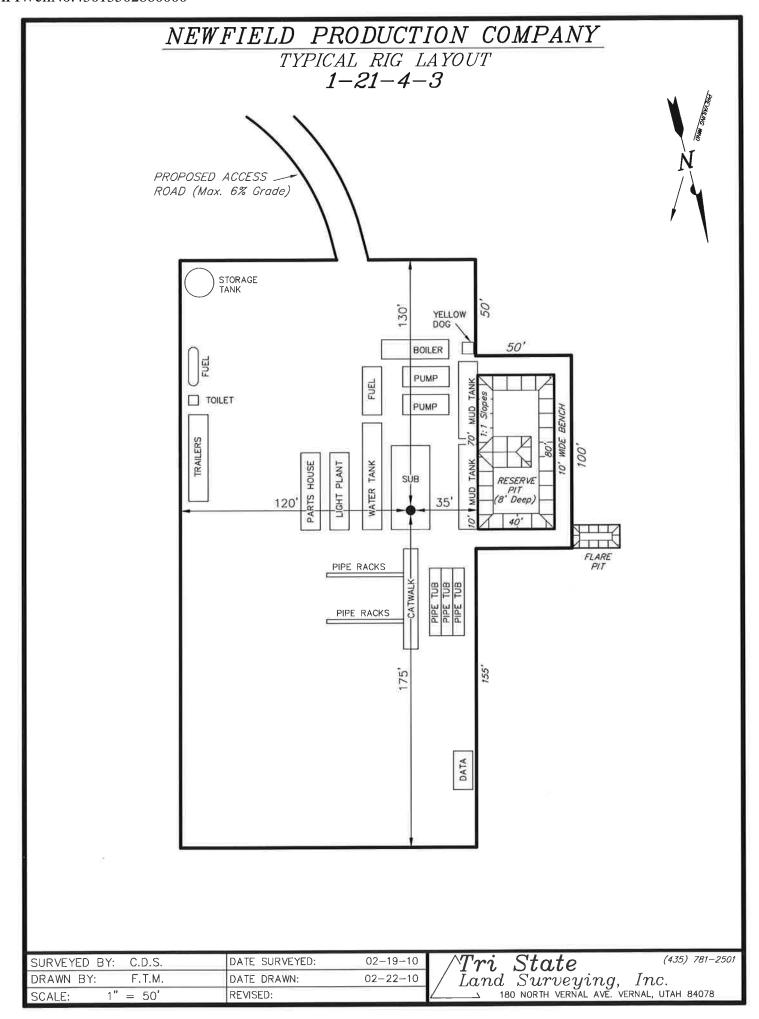
72	1
3/24/10	lie Crozin
Date	Mandie Crozier
	Regulatory Specialist
Newfield	Production Company

conditions under which it is approved. This statement is subject to the provisions of the 18 U.S.C. 1001 for





SURVEYED BY: C.D.S. DATE SURVEYED: 02-19-10 DRAWN BY: F.T.M. DATE DRAWN: 02-22-10 SCALE: 1" = 50' REVISED: 02-19-10 Land Surveying, Inc. 180 NORTH VERNAL AVE. VERNAL, UTAH 84078



Newfield Production Company Proposed Site Facility Diagram

Ute Tribal 1-21-4-3 NE/NE Sec. 21, T4S, R3W Duchesne County, Utah 14-20-H62-6154

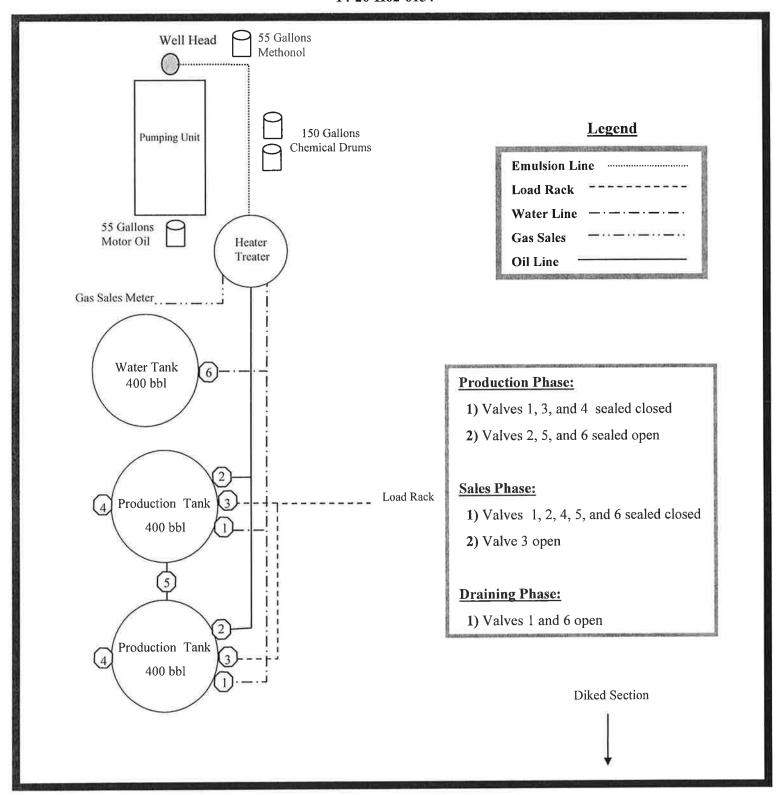


EXHIBIT D

Township 4 South, Range 3 West Section 21: All, being 640 acres more or less.

Duchesne County, Utah

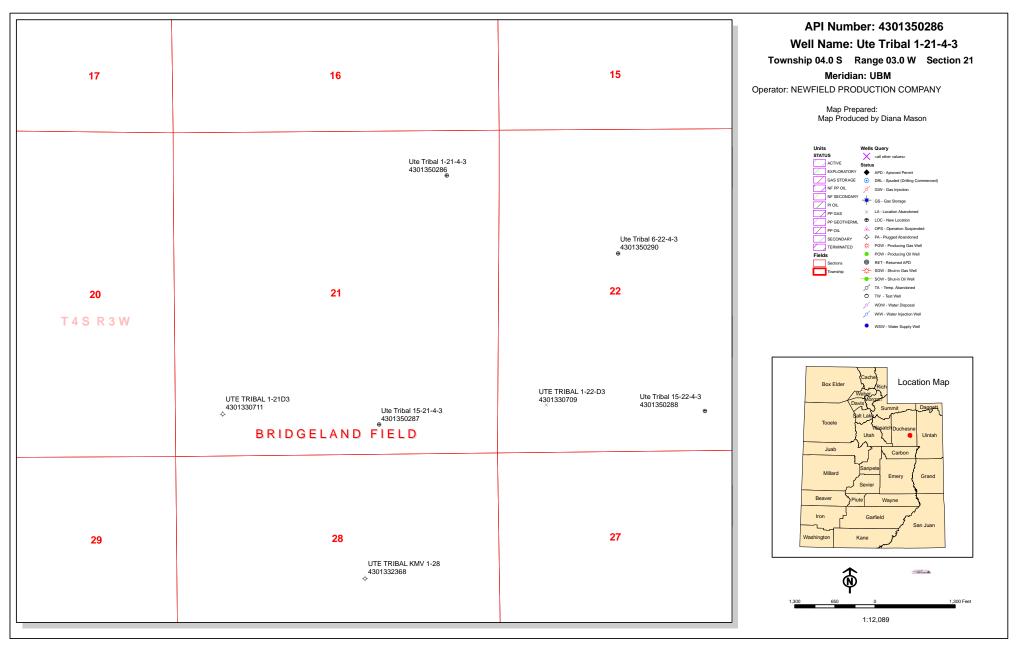
ARCHAEOLOGICAL & PALEOTOLOGICAL REPORT WAIVER

For the above referenced location; Russell and Christal Moon, the private surface owners. (Having a Surface Owner Agreement with Newfield Production Company)

Russell Moon, representing this entity does agree to waive the request from the State of Utah and Bureau of Land Management for an Archaeological/Cultural and Paleotological Resource Survey for any wells covered by the Surface Use Agreement dated 2/11/2010 between the above said private land owner and Newfield Production. This waiver hereby releases Newfield Production Company from this request.

Private Surface Owner

Newfield Production Company



ON-SITE PREDRILL EVALUATION

Utah Division of Oil, Gas and Mining

Operator NEWFIELD PRODUCTION COMPANY

Well Name Ute Tribal 1-21-4-3

API Number 43013502860000 APD No 2516 Field/Unit UNDESIGNATED

Location: 1/4,1/4 NENE **Sec** 21 **Tw** 4.0S **Rng** 3.0W 745 FNL 841 FEL

GPS Coord (UTM) Surface Owner Russell and Christal Moon

Participants

Floyd Bartlett (DOGM), Tim Eaton (Newfield Permitting) and Dustin Gardiner (Tri-State Land Surveying).

Regional/Local Setting & Topography

The proposed location is approximately 12.9 road miles southwest of Myton, UT in the South Myton Bench area. Small drainages in the area are sub drainage of Antelope Canyon which contains a small perennial stream. Antelope Canyon drains northerly either into the Pleasant Valley canal or to the Duchesne River, which is 3 miles to the north. Broad flats frequently separated by gentle to moderately step swales dominate the area. Access is by State and County and planned or existing oil field development roads. Approximately 8,060 feet of new construction or improvement of existing low standard roads across Moon's private land will be required to reach the location.

The proposed site for the Ute Tribal 1-21-4-3 oil well is on moderately gentle northeast facing terrain that breaks off into a swale near Corner 1. Significant excavation (10 feet) from the south end of the location will be moved northerly to construct the pad. Excess materials piled along the northwest corner should not extend into the swale in this area so as to interrupt any drainage. No significant drainages interrupt the site and no diversions are needed. No springs, streams or seeps are known to exist in the immediate area. Antelope Canyon bottom is approximately 1 mile westerly. The location could have been moved to a more gentle area but would have been outside the normal drilling window. The selected site appears to be a suitable location for constructing a pad, drilling and operating a well.

Mr. Russell Moon and his wife Crystal own the surface of the location.

Surface Use Plan

Current Surface Use

Grazing

Wildlfe Habitat

New Road Miles Well Pad Src Const Material Surface Formation

1.3 Width 204 Length 305 Onsite UNTA

Ancillary Facilities N

Waste Management Plan Adequate?

Environmental Parameters

Affected Floodplains and/or Wetlands N

Flora / Fauna

4/20/2010 Page 1

A desert shrub type which includes cheatgrass, halogeton, Indian ricegrass, globe mallow, bud sage, curly mesquite, rabbit brush and spring annuals.

Cattle, deer, prairie dogs, small mammals and birds.

.

Soil Type and Characteristics

Deep sandy loam with some shale.

Erosion Issues N

Sedimentation Issues N

Site Stability Issues N

Drainage Diverson Required? N

Berm Required? Y

Erosion Sedimentation Control Required? N

Paleo Survey Run? N Paleo Potental Observed? N Cultural Survey Run? N Cultural Resources?

Reserve Pit

Site-Specific Factors	Site Ra	ınking	
Distance to Groundwater (feet)	100 to 200	5	
Distance to Surface Water (feet)	>1000	0	
Dist. Nearest Municipal Well (ft)	>5280	0	
Distance to Other Wells (feet)	300 to 1320	10	
Native Soil Type	Mod permeability	10	
Fluid Type	Fresh Water	5	
Drill Cuttings	Normal Rock	0	
Annual Precipitation (inches)		0	
Affected Populations			
Presence Nearby Utility Conduits	Not Present	0	
	Final Score	30	1 Sensitivity Level

Characteristics / Requirements

A reserve pit 40' x 80' x 8' deep will be located in an area of cut on the southwest side of the location. A pit liner is required. Newfield commonly uses a 16-mil liner.

Closed Loop Mud Required? N Liner Required? Y Liner Thickness 16 Pit Underlayment Required? Y

Other Observations / Comments

ATV's were used to reach the site. The weather was very windy and cold.

Floyd Bartlett 4/6/2010 **Evaluator Date / Time**

4/20/2010 Page 2

4/20/2010

Application for Permit to Drill Statement of Basis

Utah Division of Oil, Gas and Mining

Page 1

APD No	API WellNo	Status	Well Type	Surf Owner	CBM
2516	43013502860000	LOCKED	OW	P	No
Operator	NEWFIELD PRODUCTION	COMPANY	Surface Owner-APD	Russell and Ch	ristal Moon
Well Name	Ute Tribal 1-21-4-3		Unit		
Field	UNDESIGNATED		Type of Work	DRILL	
Location	NENE 21 4S 3W U	745 FNL 841 FEI	GPS Coord (UTM)	566394E 4441	774N

Geologic Statement of Basis

The mineral rights for the proposed well are owned by the Ute Tribe. The BLM will be the agency responsible for evaluating and approving the drilling, casing and cement programs.

Brad Hill 4/19/2010 **APD Evaluator Date / Time**

Surface Statement of Basis

The proposed location is approximately 12.9 road miles southwest of Myton, UT in the South Myton Bench area. Small drainages in the area are sub drainage of Antelope Canyon which contains a small perennial stream. Antelope Canyon drains northerly either into the Pleasant Valley canal or to the Duchesne River, which is 3 miles to the north. Broad flats frequently separated by gentle to moderately step swales dominate the area. Access is by State and County and planned or existing oil field development roads. Approximately 8,060 feet of new construction or improvement of existing low standard roads across Moon's private land will be required to reach the location.

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Mr. Russell Moon and his wife Crystal own the surface of the location. Mr. Moon was contacted by telephone and invited to the pre-site visit. He said he had seen the locations when feeding cows in the area and did not feel a need to attend. The minerals are owned by the United States Government and held in trust for the Ute Indian Tribe. Mr. James Hereford of the BLM, who acts for the Ute Indian Tribe, was invited to the site visit both by telephone and email. He returned an email stating he would not attend but would schedule a separate pre-site with the landowner and Newfield Production once he was furnished him the proper information as required by the Federal Onshore Order #1. A signed landowner agreement exists.

Floyd Bartlett 4/6/2010
Onsite Evaluator Date / Time

Conditions of Approval / Application for Permit to Drill

Category Condition

Pits A synthetic liner with a minimum thickness of 16 mils with a felt subliner shall be properly installed and maintained in the

reserve pit.

Surface The well site shall be bermed to prevent fluids from leaving the pad.

Surface The reserve pit shall be fenced upon completion of drilling operations.

'APIWellNo:43013502860000'

4/20/2010

Application for Permit to Drill Statement of Basis

Utah Division of Oil, Gas and Mining

Page 2

WORKSHEET APPLICATION FOR PERMIT TO DRILL

APD RECEIVED:	3/24/2010	API NO. A	SSIGNED: 43013502860000		
WELL NAME:	Ute Tribal 1-21-4-3				
OPERATOR:	NEWFIELD PRODUCTION	I COMPANY (N2695) PHONE	NUMBER: 435 646-4825		
CONTACT:	Mandie Crozier				
PROPOSED LOCATION:	NENE 21 040S 030W	Permit Tec	h Review: 🗾		
SURFACE:	0745 FNL 0841 FEL	Engineerin	g Review:		
воттом:	0745 FNL 0841 FEL	Geolog	y Review: 🗾		
COUNTY:	DUCHESNE				
LATITUDE:	40.12556		NGITUDE: -110.22078		
UTM SURF EASTINGS:	566394.00	NO	RTHINGS: 4441774.00		
FIELD NAME:	UNDESIGNATED				
LEASE TYPE:	2 - Indian				
LEASE NUMBER:	14-20-H62-6154	PROPOSED PRODUCING FORMATION	(S): GREEN RIVER		
SURFACE OWNER:	4 - Fee	COALBED I	METHANE: NO		
RECEIVED AND/OR REVIEW	VED:	LOCATION AND SITING:			
<u></u> PLAT		R649-2-3.			
▶ Bond: FEDERAL - WYB00)0493	Unit:			
Potash		R649-3-2. General			
Oil Shale 190-5					
Oil Shale 190-3		R649-3-3. Exception			
Oil Shale 190-13		✓ Drilling Unit			
✓ Water Permit: 43-7478		Board Cause No: R649-	3-2		
RDCC Review:		Effective Date:			
▶ Fee Surface Agreemen	t	Siting:			
☐ Intent to Commingle		R649-3-11. Directional D	R649-3-11. Directional Drill		
Commingling Approved					
Comments: Presite Cor	mpleted				
Stipulations: 4 - Federa	al Approval - dmason				

4 - Federal Approval - dmason 5 - Statement of Basis - bhill 23 - Spacing - dmason API Well No: 43013502860000



State of Utah

DEPARTMENT OF NATURAL RESOURCES

MICHAEL R. STYLER
Executive Director

Division of Oil, Gas and Mining

JOHN R. BAZA
Division Director

Permit To Drill

Well Name: Ute Tribal 1-21-4-3
API Well Number: 43013502860000
Lease Number: 14-20-H62-6154
Surface Owner: FEE (PRIVATE)

Approval Date: 4/22/2010

Issued to:

NEWFIELD PRODUCTION COMPANY, Rt 3 Box 3630, Myton, UT 84052

Authority:

Pursuant to Utah Code Ann. §40-6-1 et seq., and Utah Administrative Code R649-3-1 et seq., the Utah Division of Oil, Gas and Mining issues conditions of approval, and permit to drill the listed well. This permit is issued in accordance with the requirements of R649-3-2. The expected producing formation or pool is the GREEN RIVER Formation(s), completion into any other zones will require filing a Sundry Notice (Form 9). Completion and commingling of more than one pool will require approval in accordance with R649-3-22.

Duration:

This approval shall expire one year from the above date unless substantial and continuous operation is underway, or a request for extension is made prior to the expiration date

General:

Compliance with the requirements of Utah Admin. R. 649-1 et seq., the Oil and Gas Conservation General Rules, and the applicable terms and provisions of the approved Application for permit to drill.

Conditions of Approval:

State approval of this well does not supercede the required federal approval, which must be obtained prior to drilling.

This proposed well is located in an area for which drilling units (well spacing patterns) have not been established through an order of the Board of Oil, Gas and Mining (the "Board"). In order to avoid the possibility of waste or injury to correlative rights, the operator is requested, once the well has been drilled, completed, and has produced, to analyze geological and engineering data generated therefrom, as well as any similar data from surrounding areas if available. As soon as is practicable after completion of its analysis, and if the analysis suggests an area larger than the quarter-quarter section upon which the well is located is being drained, the operator is requested to seek an appropriate order from the Board establishing drilling and spacing units in conformance with such analysis by filing a Request for Agency Action with the Board.

Compliance with the Conditions of Approval/Application for Permit to Drill outlined in the Statement of Basis (copy attached).

Notification Requirements:

The operator is required to notify the Division of Oil, Gas and Mining of the following actions during

API Well No: 43013502860000

drilling of this well:

• Within 24 hours following the spudding of the well – contact Carol Daniels at 801-538-5284 (please leave a voicemail message if not available)

submit an electronic sundry notice (pre-registration required) via the Utah Oil & Gas website at https://oilgas.ogm.utah.gov

Reporting Requirements:

All reports, forms and submittals as required by the Utah Oil and Gas Conservation General Rules will be promptly filed with the Division of Oil, Gas and Mining, including but not limited to:

- Entity Action Form (Form 6) due within 5 days of spudding the well
- Monthly Status Report (Form 9) due by 5th day of the following calendar month
- Requests to Change Plans (Form 9) due prior to implementation
- Written Notice of Emergency Changes (Form 9) due within 5 days
- Notice of Operations Suspension or Resumption (Form 9) due prior to implementation
- Report of Water Encountered (Form 7) due within 30 days after completion
- Well Completion Report (Form 8) due within 30 days after completion or plugging

Approved By:

Gil Hunt

Associate Director, Oil & Gas

Xil Hut

STATE OF UTAH DEPARTMENT OF NATURAL RESOURCES DIVISION OF OIL, GAS, AND MINING				FORM 9		
				5.LEASE DESIGNATION AND SERIAL NUMBER: 14-20-H62-6154		
SUNDF	6. IF INDIAN, ALLOTTEE OR TRIBE NAME:					
Do not use this form for proposition—hole depth, reenter plu DRILL form for such proposals.	7.UNIT or CA AGREEMENT NAME:					
1. TYPE OF WELL Oil Well	8. WELL NAME and NUMBER: Ute Tribal 1-21-4-3					
2. NAME OF OPERATOR: NEWFIELD PRODUCTION COM	9. API NUMBER: 43013502860000					
3. ADDRESS OF OPERATOR: Rt 3 Box 3630 , Myton, UT, 84	9. FIELD and POOL or WILDCAT: UNDESIGNATED					
4. LOCATION OF WELL FOOTAGES AT SURFACE: 0745 FNL 0841 FEL	COUNTY: DUCHESNE					
QTR/QTR, SECTION, TOWNSHIP, RANGE, MERIDIAN: Qtr/Qtr: NENE Section: 21 Township: 04.0S Range: 03.0W Meridian: U				STATE: UTAH		
CHECK APPROPRIATE BOXES TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA						
TYPE OF SUBMISSION	TYPE OF ACTION					
	ACIDIZE		ALTER CASING	☐ CASING REPAIR		
✓ NOTICE OF INTENT Approximate date work will start:	CHANGE TO PREVIOUS PLANS		CHANGE TUBING	CHANGE WELL NAME		
5/14/2010	CHANGE WELL STATUS		COMMINGLE PRODUCING FORMATIONS	CONVERT WELL TYPE		
SUBSEQUENT REPORT Date of Work Completion:	DEEPEN	☐ F	FRACTURE TREAT	■ NEW CONSTRUCTION		
Date of Work Completion:	OPERATOR CHANGE	☐ F	PLUG AND ABANDON	PLUG BACK		
	PRODUCTION START OR RESUME	F	RECLAMATION OF WELL SITE	RECOMPLETE DIFFERENT FORMATION		
SPUD REPORT Date of Spud:	REPERFORATE CURRENT FORMATION		SIDETRACK TO REPAIR WELL	TEMPORARY ABANDON		
	TUBING REPAIR		VENT OR FLARE	WATER DISPOSAL		
DRILLING REPORT	WATER SHUTOFF	□ s	SI TA STATUS EXTENSION	APD EXTENSION		
Report Date:	■ WILDCAT WELL DETERMINATION	✓ (OTHER	OTHER: Confidential Status		
l .	MPLETED OPERATIONS. Clearly show all po			volumes, etc.		
Newfield is reque	esting that this well be place	a on		Accepted by the		
				Utah Division of		
				il, Gas and Mining		
				R RECORD ONLY		
				May 18, 2010		
NAME (PLEASE PRINT) PHONE NUMBER Mandie Crozier 435 646-4825		TITLE Regulatory Tech				
SIGNATURE N/A			DATE 5/14/2010			

Form 3160-3 FORM APPROVED (August 2007) OMB No. 1004-0137 Expires July 31, 2010 UNITED STATES Lease Serial No. DEPARTMENT OF THE INTERIOR 14-20-H62-6154 BUREAU OF LAND MANAGEMENT 6. If Indian, Allotee or Tribe Name APPLICATION FOR PERMIT TO DRILL OR REENTER 7. If Unit or CA Agreement, Name and No. **I**✓ DRILL la. Type of work: REENTER 8. Lease Name and Well No. lb. Type of Well: ✓ Oil Well Gas Well Other ✓ Single Zone Multiple Zone Ute Tribal 1-21-4-3 Name of Operator Newfield Production Company 9. API Well No. 43-013-50286 3a. Address 3b. Phone No. (include area code) 10. Field and Pool, or Exploratory Route #3 Box 3630, Myton UT 84052 (435) 646-3721 Undesignated Location of Well (Report location clearly and in accordance with any State requirements.*) 11. Sec., T. R. M. or Blk. and Survey or Area NE/NE 745' FNL 841' FEL At surface Sec. 21, T4S R3W At proposed prod. zone 14. Distance in miles and direction from nearest town or post office* 12. County or Parish 13. State Approximately 14.4 miles southwest of Myton, UT Duchesne UT 15. Distance from proposed* 16. No. of acres in lease 17. Spacing Unit dedicated to this well location to nearest Approx. 745' f/lse, NA' f/unit property or lease line, ft. Approx. (Also to nearest drig. unit line, if any) NA 40 Acres 20, BLM/BIA Bond No. on file 18. Distance from proposed location* 19. Proposed Depth to nearest well, drilling, completed, NΑ 6,960' WYB000493 applied for, on this lease, ft. Elevations (Show whether DF, KDB, RT, GL, etc.) 22. Approximate date work will start* 23. Estimated duration 5568' GL r. 2010 (7) days from SPUD to rig release 24. Attachments The following, completed in accordance with the requirements of Onshore Oil and Gas Order No.1, must be attached to this form: 1. Well plat certified by a registered surveyor. Bond to cover the operations unless covered by an existing bond on file (see 2. A Drilling Plan. Item 20 above). 3. A Surface Use Plan (if the location is on National Forest System Lands, the Operator certification SUPO must be filed with the appropriate Forest Service Office). Such other site specific information and/or plans as may be required by the 25. Signature Name (Printed/Typed) Mandie Crozier

Title

Regulatory Specialist Approved by ignature,

Name ames H. Sparger

MAY 2 1 2010

Assistant Field Manager ÍNG Lands & Mineral Resources

VERNAL FIELD OFFICE

Application approval does not warrant or certify that the applicant holds legal or equitable title to those rights in the subject lease which would entitle the applicant to

conduct operations thereon. Conditions of approval, if any, are attached

CONDITIONS OF APPROVAL ATTACHED

Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make it a crime for any person knowingly and willfully to make to any department or agency of the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.

Office

(Continued on page 2)

*(Instructions on page 2)

VERNAL FIELD OFFIDE

CBEEN BINEB DISLINGL RECEIVED

NOTICE OF APPROVAL



UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

VERNAL FIELD OFFICE VERNAL, UT 84078

(435) 781-4400



CONDITIONS OF APPROVAL FOR APPLICATION FOR PERMIT TO DRILL

Company:

Newfield Production Company

Location:

NENE, Sec. 21, T4S, R3W

Well No:

Ute Tribal 1-21-4-3

Lease No:

14-20-H62-6154

API No:

43-013-50286

Agreement:

N/A

OFFICE NUMBER:

(435) 781-4400 **OFFICE FAX NUMBER: (435) 781-3420**

A COPY OF THESE CONDITIONS SHALL BE FURNISHED TO YOUR FIELD REPRESENTATIVE TO INSURE COMPLIANCE

All lease and/or unit operations are to be conducted in such a manner that full compliance is made with the applicable laws, regulations (43 CFR Part 3160), and this approved Application for Permit to Drill including Surface and Downhole Conditions of Approval. The operator is considered fully responsible for the actions of his subcontractors. A copy of the approved APD must be on location during construction, drilling, and completion operations. This permit is approved for a two (2) year period, or until lease expiration, whichever occurs first. An additional extension, up to two (2) years, may be applied for by sundry notice prior to expiration.

NOTIFICATION REQUIREMENTS

Construction Activity (Notify Ute Tribe Energy & Minerals Dept. and BLM Environmental Scientist)	-	The Ute Tribe Energy & Minerals Dept. and BLM Environmental Scientist shall be notified at least 48 hours in advance of any construction activity. The Ute Tribal office is open Monday through Thursday.
Construction Completion (Notify Ute Tribe Energy & Minerals Dept. and BLM Environmental Scientist)	-	Upon completion of the pertinent APD/ROW construction, notify the Ute Tribe Energy & Minerals Dept. for a Tribal Technician to verify the Affidavit of Completion. Notify the BLM Environmental Scientist prior to moving on the drilling rig.
Spud Notice (Notify BLM Petroleum Engineer)	-	Twenty-Four (24) hours prior to spudding the well.
Casing String & Cementing (Notify BLM Supv. Petroleum Tech.)	-	Twenty-Four (24) hours prior to running casing and cementing all casing strings to: ut vn_opreport@blm.gov.
BOP & Related Equipment Tests (Notify BLM Supv. Petroleum Tech.)	-	Twenty-Four (24) hours prior to initiating pressure tests.
First Production Notice (Notify BLM Petroleum Engineer)	-	Within Five (5) business days after new well begins or production resumes after well has been off production for more than ninety (90) days.

SURFACE USE PROGRAM CONDITIONS OF APPROVAL (COAs)

• None Private surface

DOWNHOLE PROGRAM CONDITIONS OF APPROVAL (COAs)

SITE SPECIFIC DOWNHOLE COAs:

- Production easing cement shall be brought up and into the surface.
- Logging: A Gamma Ray well Log shall be run from the well Total Depth to the surface. A copy of the Gamma Ray well Log shall be submitted to the BLM Vernal Field Office.
- A copy of Newfield's Standard Operating Practices (SOP version: dated 4/18/08 and approved 5/12/08) shall be on location.

All provisions outlined in Onshore Oil & Gas Order #2 Drilling Operations shall be strictly adhered to. The following items are emphasized:

DRILLING/COMPLETION/PRODUCING OPERATING STANDARDS

- The spud date and time shall be reported orally to Vernal Field Office within 24 hours of spudding.
- Notify Vernal Field Office Supervisory Petroleum Engineering Technician at least 24 hours in advance of casing cementing operations and BOPE & casing pressure tests.
- All requirements listed in Onshore Order #2 III. E. Special Drilling Operations are applicable for air drilling of surface hole.
- Blowout prevention equipment (BOPE) shall remain in use until the well is completed or abandoned. Closing unit controls shall remain unobstructed and readily accessible at all times. Choke manifolds shall be located outside of the rig substructure.
- All BOPE components shall be inspected daily and those inspections shall be recorded in the daily drilling report. Components shall be operated and tested as required by Onshore Oil & Gas Order No. 2 to insure good mechanical working order. All BOPE pressure tests shall be performed by a test pump with a chart recorder and **NOT** by the rig pumps. Test shall be reported in the driller's log.
- BOP drills shall be initially conducted by each drilling crew within 24 hours of drilling out from under the surface casing and weekly thereafter as specified in Onshore Oil & Gas Order No. 2.
- Casing pressure tests are required before drilling out from under all casing strings set and cemented in place.
- No aggressive/fresh hard-banded drill pipe shall be used within casing.

Page 4 of 7 Well: Ute Tribal 1-21-4-3 5/24/2010

- Cement baskets shall not be run on surface casing.
- The operator must report all shows of water or water-bearing sands to the BLM. If flowing water is encountered it must be sampled, analyzed, and a copy of the analyses submitted to the BLM Vernal Field Office.
- The operator must report encounters of all non oil & gas mineral resources (such as Gilsonite, tar sands, oil shale, trona, etc.) to the Vernal Field Office, in writing, within 5 working days of each encounter. Each report shall include the well name/number, well location, date and depth (from KB or GL) of encounter, vertical footage of the encounter and, the name of the person making the report (along with a telephone number) should the BLM need to obtain additional information.
- A complete set of angular deviation and directional surveys of a directional well will be submitted to the Vernal BLM office engineer within 30 days of the completion of the well.
- While actively drilling, chronologic drilling progress reports shall be filed directly with the BLM, Vernal Field Office on a weekly basis in sundry, letter format or e-mail to the Petroleum Engineers until the well is completed.
- A cement bond log (CBL) will be run from the production casing shoe to the <u>top of cement</u> and shall be utilized to determine the bond quality for the production casing. Submit a field copy of the CBL to this office.
- Please submit an electronic copy of all other logs run on this well in LAS format to UT_VN_Welllogs@BLM.gov. This submission will supersede the requirement for submittal of paper logs to the BLM.
- There shall be no deviation from the proposed drilling, completion, and/or workover program as approved. Safe drilling and operating practices must be observed. Any changes in operation must have prior approval from the BLM Vernal Field Office.

Page 5 of 7 Well: Ute Tribal 1-21-4-3 5/24/2010

OPERATING REQUIREMENT REMINDERS:

- All wells, whether drilling, producing, suspended, or abandoned, shall be identified in accordance with 43 CFR 3162.6. There shall be a sign or marker with the name of the operator, lease serial number, well number, and surveyed description of the well.
- In accordance with 43 CFR 3162.4-3, this well shall be reported on the "Monthly Report of Operations" (Oil and Gas Operations Report ((OGOR)) starting with the month in which operations commence and continue each month until the well is physically plugged and abandoned. This report shall be filed in duplicate, directly with the Minerals Management Service, P.O. Box 17110, Denver, Colorado 80217-0110, or call 1-800-525-7922 (303) 231-3650 for reporting information.
- Should the well be successfully completed for production, the BLM Vernal Field office must be notified when it is placed in a producing status. Such notification will be by written communication and must be received in this office by not later than the fifth business day following the date on which the well is placed on production. The notification shall provide, as a minimum, the following informational items:
 - o Operator name, address, and telephone number.
 - o Well name and number.
 - o Well location (1/41/4, Sec., Twn, Rng, and P.M.).
 - O Date well was placed in a producing status (date of first production for which royalty will be paid).
 - o The nature of the well's production, (i.e., crude oil, or crude oil and casing head gas, or natural gas and entrained liquid hydrocarbons).
 - o The Federal or Indian lease prefix and number on which the well is located; otherwise the non-Federal or non-Indian land category, i.e., State or private.
 - O Unit agreement and/or participating area name and number, if applicable.
 - o Communitization agreement number, if applicable.
- Any venting or flaring of gas shall be done in accordance with Notice to Lessees (NTL) 4A and needs prior approval from the BLM Vernal Field Office.
- All undesirable events (fires, accidents, blowouts, spills, discharges) as specified in NTL 3A will be reported to the BLM, Vernal Field Office. Major events, as defined in NTL3A, shall be reported verbally within 24 hours, followed by a written report within 15 days. "Other than Major Events" will be reported in writing within 15 days. "Minor Events" will be reported on the Monthly Report of Operations and Production.

Page 6 of 7 Well: Ute Tribal 1-21-4-3 5/24/2010

- Whether the well is completed as a dry hole or as a producer, "Well Completion and Recompletion Report and Log" (BLM Form 3160-4) shall be submitted not later than 30 days after completion of the well or after completion of operations being performed, in accordance with 43 CFR 3162.4-1. Two copies of all logs run, core descriptions, and all other surveys or data obtained and compiled during the drilling, workover, and/or completion operations, shall be filed on BLM Form 3160-4. Submit with the well completion report a geologic report including, at a minimum, formation tops, and a summary and conclusions. Also include deviation surveys, sample descriptions, strip logs, core data, drill stem test data, and results of production tests if performed. Samples (cuttings, fluid, and/or gas) shall be submitted only when requested by the BLM, Vernal Field Office.
- All off-lease storage, off-lease measurement, or commingling on-lease or off-lease, shall have prior written approval from the BLM Vernal Field Office.
- Oil and gas meters shall be calibrated in place prior to any deliveries. The BLM Vernal Field Office Petroleum Engineers will be provided with a date and time for the initial meter calibration and all future meter proving schedules. A copy of the meter calibration reports shall be submitted to the BLM Vernal Field Office. All measurement facilities will conform to the API standards for liquid hydrocarbons and the AGA standards for natural gas measurement. All measurement points shall be identified as the point of sale or allocation for royalty purposes.
- A schematic facilities diagram as required by Onshore Oil & Gas Order No. 3 shall be submitted to the BLM Vernal Field Office within 30 days of installation or first production, whichever occurs first. All site security regulations as specified in Onshore Oil & Gas Order No. 3 shall be adhered to. All product lines entering and leaving hydrocarbon storage tanks will be effectively sealed in accordance with Onshore Oil & Gas Order No. 3.
- Any additional construction, reconstruction, or alterations of facilities, including roads, gathering lines, batteries, etc., which will result in the disturbance of new ground, shall require the filing of a suitable plan and need prior approval of the BLM Vernal Field Office. Emergency approval may be obtained orally, but such approval does not waive the written report requirement.
- No location shall be constructed or moved, no well shall be plugged, and no drilling or workover
 equipment shall be removed from a well to be placed in a suspended status without prior
 approval of the BLM Vernal Field Office. If operations are to be suspended for more than 30
 days, prior approval of the BLM Vernal Field Office shall be obtained and notification given
 before resumption of operations.
- Pursuant to Onshore Oil & Gas Order No. 7, this is authorization for pit disposal of water produced from this well for a period of 90 days from the date of initial production. A permanent disposal method must be approved by this office and in operation prior to the end of this 90-day period. In order to meet this deadline, an application for the proposed permanent disposal method shall be submitted along with any necessary water analyses, as soon as possible, but no later than 45 days after the date of first production. Any method of disposal which has not been approved prior to the end of the authorized 90-day period will be considered as an Incident of Noncompliance and will be grounds for issuing a shut-in order until an acceptable manner for disposing of said water is provided and approved by this office.

Page 7 of 7 Well: Ute Tribal 1-21-4-3 5/24/2010

• Unless the plugging is to take place immediately upon receipt of oral approval, the Field Office Petroleum Engineers must be notified at least 24 hours in advance of the plugging of the well, in order that a representative may witness plugging operations. If a well is suspended or abandoned, all pits must be fenced immediately until they are backfilled. The "Subsequent Report of Abandonment" (Form BLM 3160-5) must be submitted within 30 days after the actual plugging of the well bore, showing location of plugs, amount of cement in each, and amount of casing left in hole, and the current status of the surface restoration.

Soud nal Field Office - Notification Form

Operator Newfield Exploration

Rig Name/# Ross #21

Submitted By Mitch Benson

Phone Number (435) 823-5885

Name/Numer <u>UTE TRIBAL 1-21-4-3</u>

Qtr/Qrt NE/NE Section 21 Township 4S

Range 3W

Lease Serial Number 14-20-H62-6154

API Number <u>43-013-50286</u>

Spud Notice - Spud is the initial spudding of the well, not drilling out below a casing string.

Date/Time 6/19/2010 9:00:00 AM

Casing – Please report time casing run starts, not cementing times.

> Surface Casing Χ

> > **Intermediate**

Production Casing

Liner

Other

Date/Time 6/19/2010 4:00:00 PM

Remarks:



UNITED STATES DEPARTMENT OF THE INTERIOR

1.17 cf/sk yield. Returned 6.5 bbls cement to pit. WOC.

States any false, fictitious and fraudulent statements or representations as to any matter within its jurisdiction

BUREAU OF LAND MANAGEMENT

FORM APPROVED OMB No. 1004-0137 Expires: July 31,2010

SUNDRY Do not use th abandoned we	 5. Lease Serial No. UTE TR EDA 14-20-H62-6154 6. If Indian, Allottee or Tribe Name. 7. If Unit or CA/Agreement, Name and/or 				
SUBMIT IN					
1. Type of Well Gas Well Day Oil Well Day One of Operator NEWFIELD PRODUCTION COLUMN	Other MPANY			8. Well Name and UTE TRIBAL 1- 9. API Well No.	
3a. Address Route 3 Box 3630	,	3b. Phone (include are	code)	4301350286	
Myton, UT 84052		435.646.3721		10. Field and Pool	, or Exploratory Area
4. Location of Well (Footage, State NENE Section 21 T4S R3W	ec., T., R., M., or Survey Descr	iption)		MYTON/TRIBA 11. County or Pari DUCHESNE, U	ish, State
12. CHECK	APPROPRIATE BOX(I	ES) TO INIDICATE NA	ATURE OF NO	OTICE, OR OT	HER DATA
TYPE OF SUBMISSION		TYP	E OF ACTION		
□ Notice of Intent □ Subsequent Report □ Final Abandonment	Acidize Alter Casing Casing Repair Change Plans Convert to Injector	Deepen Fracture Treat New Construction Plug & Abandon Plug Back	Reclamati Recomple	te Ily Abandon	Water Shut-Off Well Integrity Other Spud Notice
 Describe Proposed or Completed Open proposal is to deepen directionally or Bond under which the work will be pof the involved operations. If the open Final Abandonment Notices shall be inspection.) On 6/22/10 MIRU Ross # 	recomplete horizontally, give subsi erformed or provide the Bond No. or tration results in a multiple complet filed only after all requirements, ind	urface locations and measured and on file with BLM/BIA. Required s ion or recompletion in a new inter cluding reclamation, have been con	I true vertical depths subsequent reports s val, a Form 3160-4 s mpleted, and the ope	of all pertinent marke nall be filed within 30 shall be filed once test rator has determined t	ors and zones. Attach the days following completion days following completed. That the site is ready for final

Set @ 318.15' KB. On 6/29/10 cement with 160 sks of class "G" w/ 2% CaCL2 + 1/4# per sk Cello Flake mixed @ 15.8 ppg with

RECEIVED JUL 0 6 2010

DIV. OF CIL. GAS & MINING

		D 111 C 1 C 12, C 11 C 11					
I hereby certify that the foregoing is true and correct (Printed/ Typed)	Title						
Mitch Benson	Drilling Foreman						
Signature Mut Benn	Date 06/29/2010						
THIS SPACE	FOR FEDERAL OR STATE OFFIC	CE USE					
Approved by	Title	Date					
Conditions of approval, if any, are attached. Approval of this notice does certify that the applicant holds legal or equitable title to those rights in the which would entitle the applicant to conduct operations thereon.							
Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make it a	crime for any person knowingly and willfully to make t	o any department or agency of the United					

(Instructions on page 2)

NEWFIELD PRODUCTION COMPANY - CASING & CEMENT REPORT

			8 5/8"	CASING SET AT		318.15	-		
LAST CASING	14	SET AT	5		OPERATO	R	Newfield	Exploration	Company
DATUM	13	_					3AL 1-21-4		
DATUM TO CUT	OFF CASI	VG	13	<u></u>			Monumer		
DATUM TO BRA				-		_		Ross Rig #2	<u>.</u>
TD DRILLER									
HOLE SIZE	12 1/4"								
LOG OF CASING	3 STRING:						 		
PIECES	OD	ITEM - M.	AKE - DESC	CRIPTION	WT/FT	GRD	THREAD	CONDT	LENGTH
1		Well Head						А	0.95
7	8 5/8"	ST&C Casi	ing (43.22' s	shoe jt)	24	J-55	STC	Α	303.3
1		Guide Sho	е					Α	0.9
		,							
CASING INVENT	TORY BAL.		FEET	JTS	TOTAL LE	NGTH OF	STRING		305.15
TOTAL LENGTH	OF STRING	G	305.15	7	LESS CUT	OFF PIĘC	E		0
LESS NON CSG			1.85		PLUS DAT	UM TO T/C	OT OFF CS	G	13
PLUS FULL JTS	. LEFT OUT	3	0		CASING S	ET DEPTH			318.15
	TOTAL		303.3	7]				
TOTAL CSG. DE	L. (W/O TH	RDS)	303.3	7	COMPA	ARE			
	TIMING								
BEGIN RUN CS	G.	Spud	8:00 AM	6/22/2010	GOOD CIR	RC THRU J	OB	Yes	
CSG. IN HOLE			4:00 PM	6/22/2010	Bbls CMT (CIRC TO S	URFACE	6	
BEGIN CIRC			11:48 AM	6/29/2010	RECIPRO	CATED PIP	No		
BEGIN PUMP CI	MT		12:00 PM	6/29/2010	1				

12:08 PM

12:15 PM

6/29/2010

6/29/2010

BEGIN DSPL. CMT

PLUG DOWN

BUMPED PLUG TO 465

CEMENT USED		CEMENT COMPANY- BJ Services							
STAGE	# SX	CEMENT TYPE & ADDITIVES							
1	160	Class "G" + 2% CaCl2 + 0.25#/sk Cello Flake at 15.8 ppg w/ 1.17 yield.							
	ļ								
	ļ								
	ļ								
	ļ								
***		HER PLACEMENT SHOW MAKE & SPACING							
Middle of first,	top of secc	ond, and third for a total of three.							

COMPANY REPRESENTATIVE	Mitch Benson	DATE_	6/29/2010	
------------------------	--------------	-------	-----------	--

OPERATOR: NEWFIELD PRODUCTION COMPANY

ADDRESS: RT. 3 BOX 3630

MYTON, UT 84052

N2695 OPERATOR ACCT. NO.

ACTION	CURRENT ENTITY NO.	NEW ENTITY NO.	API NUMBER	WELL NAME	<u>550</u>	SC		ELL LOCATION IP RG COUNTY		SPUD DATE	EFFECTIVE DATE
A	99999	17689	4301350286	UTE TRIBAL 1-21-4-3	NENE	21		3W	DUCHESNE	6/22/2010	7/36/10
	CHW			BHL= N	IENE					CONFIDE	NTIAL
ACTION CODE	CURRENT ENTITY NO	NEW ENTITY NO.	api number	WELL NAME	00	SC WE	ELL LOCATION COUNTY			SPUD DATE	EFFECTIVE DATE
	00000		-1001050050	UTE TRIBAL 6 29 4 8	OENW	20-	40-	sw	DUCHESNE	6/10/2010	-
	_			~							
ACTION CODE	CURRENT ENTITY NO.	NEW ENTITY NO.	API NUMBER	WELL NAME	<u>ব্</u> ব	sc	WELL	OCATION RG	COUNTY	SPUD DATE	EFFECTIVE
A	99999	17691	4301350352	UTE TRIBAL 15-15-4-3	SWSE	15	48	3W	DUCHESNE	6/26/2010	7/26/10
	GRRN										
ACTION CODE	CURRENT ENTITY NO.	NEW ENTITY NO.	API NUMBER	WELL NAME	QQ	SC	WELL I	OCATION	COUNTY	SPUD DATE	EFFECTIVE DATE
В	99999	17400	4301334126	MONUMENT BUTTE FED G-35-8-16	SENW	35	88	16E	DUCHESNE	6/16/2010	7/26/12
	GRRV			Ĕ	3HL=.	SEN	1W				
ACTION CODE	CURRENT ENTITY NO.	NEW ENTITY NO.	API NUMBER	WELL NAME	90	sc		OCATION	COUNTY	SPUD DATE	EFFECTIVE DATE
В	99999	17400	3시149 4301334119	MONUMENT BUTTE FED H-35-8-16	NENW	35	85	16F	DUCHESNE	6/23/2010	7/36/10
-	COMMENTS:	111100	-100100-1110	1 65 1100 0 10	141-1400		00	102	DOONEONE	0/23/2010	1/0/0/10
	GRIRV			BH	-= N	WN	E				
ACTION _CODE	CURRENT ENTITY NO.	NEW ENTITY NO.	API NUMBER	WELL NAME	00	sc	WELL I	OCATION	COUNTY	SPUD DATE	EFFECTIVE DATE
Α	99999	17692	4301350296	STEWART 6-24-4-2	SENW	24	48	2W	DUCHESNE	6/20/2010	7/26/10
WELL 5	COMMENTS: GRAV								<u> </u>	/	
ACTION CODES (See instructions on back of form) A - 1 new entity for new well (single well only) B - 1 well to existing entity (group or unit well) RECEIVED										Jentri Park	

NOTE: Use COMMENT section to explain why each Action Code was selected.

C - from one existing entity to another existing entity

D - well from one existing untity to a new ontity

E - ther (explain in comments section)

KEUEIVED

JUL 1 2 2010

Signature

Production Clerk

07/01/10 Date

W. OF OIL, GAS & MINING

STATE OF UTAH

DEPARTMENT OF NATURAL RESOURCES
DIVISION OF OIL, GAS AND MINING

CONFI	DENTIAL
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5. LEASE DESIGNATION AND SERIAL NUMBER:

lange.	DIVISION OF OIL, GAS AN	DIMINING		UTE TR EDA 14-20-H62-6154						
SUNDRY	SUNDRY NOTICES AND REPORTS ON WELLS									
	ill new wells, significantly deepen existing wells be al laterals. Use APPLICATION FOR PERMIT TO			7. UNIT or CA AGREEMENT NAME:						
I. TYPE OF WELL: OIL WELL	GAS WELL OTHER			8. WELL NAME and NUMBER:						
2, NAME OF OPERATOR:	- GAS WELL - OTHER			UTE TRIBAL 1-21-4-3 9. API NUMBER:						
NEWFIELD PRODUCTION COM	IPANY			4301350286						
3. ADDRESS OF OPERATOR:	III AIN I		PHONE NUMBER	10. FIELD AND POOL, OR WILDCAT:						
Route 3 Box 3630	CITY Myton STATE UT	ZIP 84052	435.646.3721	MYTON-TRIBAL EDA						
FOOTAGES AT SURFACE: 0945 FNL 0841 FEL COUNTY: DUCHESNE										
OTR/OTR. SECTION. TOWNSHIP. RANGE. MERIDIAN: NENE, 21, T4S, R3W STATE: UT										
· · · · · · · · · · · · · · · · · · ·	PRIATE BOXES TO INDICAT			RT, OR OTHER DATA						
TYPE OF SUBMISSION		TY	PE OF ACTION							
NOTICE OF INTENT	ACIDIZE	DEEPEN		REPERFORATE CURRENT FORMATION						
(Submit in Duplicate)	ALTER CASING	FRACTURE T	REAT	SIDETRACK TO REPAIR WELL						
Approximate date work will	CASING REPAIR	NEW CONST	RUCTION	TEMPORARITLY ABANDON						
i i i i i i i i i i i i i i i i i i i	CHANGE TO PREVIOUS PLANS	OPERATOR O	CHANGE	TUBING REPAIR						
	CHANGE TUBING	PLUG AND A	ABANDON	VENT OR FLAIR						
SUBSEQUENT REPORT	CHANGE WELL NAME	☐ PLUG BACK		WATER DISPOSAL						
(Submit Original Form Only)	CHANGE WELL STATUS	PRODUCTIO	N (START/STOP)	WATER SHUT-OFF						
Date of Work Completion:	COMMINGLE PRODUCING FORMATIONS	RECLAMATI	ON OF WELL SITE	OTHER: - Weekly Status Report						
09/15/2010	CONVERT WELL TYPE	RECOMPLET	TE - DIFFERENT FORMATION							
	OMPLETED OPERATIONS. Clearly show as completed on 09-15-10, attached		· ·	olumes, etc.						
NAME (PLEASE PRINT) Lucy Chavez-N	Naupoto		TITLE Administrative Ass	istant						
SIGNATURE Lean	Day-Vgr		DATE09/16/2010							

(This space for State use only)

Daily Activity Report

Format For Sundry UTE TRIBAL 1-21-4-3 7/1/2010 To 11/30/2010

9/7/2010 Day: 1

Completion

Rigless on 9/7/2010 - Test casing to 4500 psi. CBL/Perferate 1st stage. - RU frac head & Cameron BOP's. RU Hot Oiler & test casing, frac head & valves & BOP's to 4500 psi. RU Perforators LLC WLT w/ mast & run CBL under pressure. RIH w/ 3-1/8" (11 gram, .36"EH, 120°, 16.82"EH) Port Guns & perferate CP5 sds @ 6557-62' w/ 3 spf for total of 15 shots. SIFN w/ 166 bbls EWTR.

Daily Cost: \$0

Cumulative Cost: \$12,539

9/10/2010 Day: 2

Completion

Rigless on 9/10/2010 - Frac well. Flow well back. - Stage #1; RU BJ Services "Ram Head" frac flange. RU BJ & open well w/ 45 psi on casing. Perfs broke down @ 3075 psi back to 2650 psi w/ 3 bbls @ 3 bpm. ISIP was 2563 w/ .82FG. 1 min was 2392. 4 min was 2320. Pump 6 bbls of 15% HCl acid (rec'd 500 psi drop when hit perfs). Pump 30 gals of Techni Hib chemical @ 4% by volume. Frac w/ 24,226#'s of 20/40 sand in 430 bbls of Lightning 17 frac fluid. Treated @ ave pressure of 3531@ ave rate of 26 bpm w/ 6 ppg of sand. Spot 12 bbls of 15% HCL acid in flush for next stage. ISIP was 2952 w/ .88FG. 5 min was 2452. 10 min was 2368. 15 minj was 2293. Leave pressure on well. 596 bbls EWTR. - Stage #2; RU Perforators LLC WLT, crane & lubricator. RIH w/ Weatherford 5-1/2" (6K) composite flow frac plug & perf gun. Set plug @ 6480'. Perferate CP2 sds w/ 3-1/8" Port Guns (11 gram, .36"EH, 120°, 16.82"pen) w/ 3 spf for total of 30 shots. RU BJ & open well w/ 1955 psi on casing. Perfs broke down @ 3318 psi back to 2560 psi w/ 3 bbls @ 3 bpm. Pump 30 gals of Techni Hib chemical @ 4% by volume. Frac w/ 49,655#'s of 20/40 sand in 500 bbls of Lightning 17 frac fluid. Treated @ ave pressure of 2480 @ ave rate of 27 bpm w/ 8 ppg of sand. Spot 12 bbls of 15% HCL acid in flush for next stage. ISIP was 2388 w/ .81FG. 5 min was 2177. 10 min was 2111. 15 min was 2081. Leave pressure on well. 1096 bbls EWTR. - Stage #3; RU WLT. RIH w/ frac plug & perf guns. Set plug @ 6000'. Perferate A3 sds w/ 3 spf for total of 30 shots. RU BJ & open well w/ 1981 psi on casing. Perfs won't break down. RIH w/ dump bailer & spot 8 gals of 15% HCL on perfs. Perfs broke down @ 3235 psi back to 1925 psi w/ 3 bbls @ 3 bpm. Pump 30 gals of Techni Hib chemical @ 4% by volume. Frac w/ 35,446#'s of 20/40 sand in 421 bbls of Lightning 17 frac fluid. Treated @ ave pressure of 2953 @ ave rate of 33 bpm w/ 8 ppg of sand. Spot 12 bbls of 15% HCL acid in flush for next stage. ISIP was 2203 w/ .81FG. 5 min was 2027. 10 min was 1982. 15 min was 1949. Leave pressure on well. 1517 bbls EWTR. -Stage #4; RU WLT. RIH w/ frac plug & perf gun. Set plug @ 5070'. Perferate PB7 sds w/ 3 spf for total of 9 shots. RU BJ & open well w/ 1910 psi on casing. Perfs broke down @ 2909 psi back to 2500 psi w/ 2 bbls @ 3 bpm. Pump 30 gals of Techni Hib chemical @ 4% by volume. Frac w/ 14,244#'s of 20/40 sand in 279 bbls of Lightning 17 frac fluid. Treated @ ave pressure of 3249 @ ave rate of 19 bpm w/ 6 ppg of sand. ISIP was 3429 w/ 1.1FG. 5 min was 2408. 10 min was 2408. 15 min was 2271. 1796 bbls EWTR. RD BJ & WLT. Flow well back.

Daily Cost: \$0

Cumulative Cost: \$98,499

9/14/2010 Day: 3

Completion

Leed #731 on 9/14/2010 - MIRU Monument #731. ND Cameron BOP & NU Schaeffer BOP. RIH w/ tbg. DU 1 CBP. SWIFN. - MIRU Monument #731. 450 psi on well. Bleed off well. ND

Cameron BOP & 5m frac head. NU 3m production head & Schaeffer BOP. RIH w/ 4 3/4" chomp bit, bit sub & new 2 7/8" tbg. from pipe racks (tallying & drifting). Tag CBP @ 5070'. RU powerswivel & pump. DU CBP in 20 min. Cont. RIH w/ tbg. Tag fill @ 5885'. C/O to CBP @ 6000'. SWIFN. 1820 BWTR.

Daily Cost: \$0

Cumulative Cost: \$145,151

9/15/2010 Day: 4

Completion

Leed #731 on 9/15/2010 - Drlg ot plugs. C/O to PBTD. Swab well. - Open well w/ 700 psi on casing. Continue PU tbg & drlg out plugs. Tag fill @ 6910'. C/O 85' of sand. PBTD @ 6995'. LD 3 jts tbg. RU swab equipment. Made 4 runs & well flowed for 1-5 hours to rec'd 160 bbls fluid. Pump 40 bbls water down tbg. RD swab. TIH to tag 2' of new fill. LD 16 its tbg. SIFN. 1660 bbls bbls EWTR. - Open well w/ 700 psi on casing. Continue PU tbg & drlg out plugs. Tag fill @ 6910'. C/O 85' of sand. PBTD @ 6995'. LD 3 jts tbg. RU swab equipment. Made 4 runs & well flowed for 1-5 hours to rec'd 160 bbls fluid. Pump 40 bbls water down tbg. RD swab. TIH to tag 2' of new fill. LD 16 jts tbg. SIFN. 1660 bbls bbls EWTR. - Open well w/ 500 psi on casing. Pump 140 bbls of brine down tbg. TOOH w/ tbg. LD mill & x-over sub. TIH w/ NC, 2 jts tbg, SN, 1 jt tbg, TA new Cntrl Hydrlc w/ 45,000#'s shear, 207 jts tbg. RD BOP's. Set TA @ 6515' w/ 17,000#'s tension w/ SN @ 6547' & EOT @ 6610'. PU & prime pump. TIH w/ 2-1/2" x 1-1/2" X 17' X 24' NEW Cntrl Hydrlc RHAC pump w/ 227"SL, 6- 1-1/2" weight rods, 20- 3/4" guided rods, 136-3/4" slick rods, 98-7/8' guided (4PER RD) rds, 2', 6' x 7/8" pony rods, 1-1/2" x 26' polish rod. Space pump. Test tbg & pump to 800 psi w/ 2 bbls water. RDMOSU. POP @ 5PM w/ 102"SL @ 5 spm w/ 1660 bbls EWTR. Final Report. - Open well w/ 500 psi on casing. Pump 140 bbls of brine down tbg. TOOH w/ tbg. LD mill & x-over sub. TIH w/ NC, 2 jts tbg, SN, 1 jt tbg, TA new Cntrl Hydrlc w/ 45,000#'s shear, 207 jts tbg. RD BOP's. Set TA @ 6515' w/ 17,000#'s tension w/ SN @ 6547' & EOT @ 6610'. PU & prime pump. TIH w/ 2-1/2" x 1-1/2" X 17' X 24' NEW Cntrl Hydrlc RHAC pump w/ 227"SL, 6- 1-1/2" weight rods, 20- 3/4" guided rods, 136-3/4" slick rods, 98-7/8' guided (4PER RD) rds, 2', 6' x 7/8" pony rods, 1-1/2" x 26' polish rod. Space pump. Test tbg & pump to 800 psi w/ 2 bbls water. RDMOSU. POP @ 5PM w/ 102"SL @ 5 spm w/ 1660 bbls EWTR. Final Report. - - Finalized

Daily Cost: \$0

Cumulative Cost: \$149,301

Pertinent Files: Go to File List

UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT



															- 40			
WELL COMPLETION OR RECOMPLETION REPORT AND LOG										5. Lease Serial No. UTE TRTIBAL EDA 14-20-H62-6154								
														UTI	: TRT	IBAL EDA 1	14-20-H6	2-6154
la. Type of b. Type of			Dil Well New We		as Well Vork Over	Dry Deepen	O P	other lug Back	☐ Dif	f. Resvr.	,			6. II	Indian	, Allottee or	Tribe Nam	ie
			Other:											7. Unit or CA Agreement Name and No.				
Name of NEWFIEL	Operator D EXPLO	RATIO	N CO	MPANY												ame and Well		
Address	1401 17TH S	ST. SUIT	E 1000 [DENVER, C	O 80202				n. Phone 1 435)646		ude ar	ea code)			FI Wel			
4. Location	of Well (R	eport lo	cation o	clearly an	d in accord	ance with Feder	ral r	equiremen	nts)*							nd Pool or Ex		
At surfac	e 745' FN	IL & 84	1' FEL	. (NE/NE) SEC.21	, T4S, R3W								11	Sec T	R M on F	lock and	
																or Area SEC.		
	od. interval i		i below												•	or Parish	13. 8	State
At total de	_{epth} 7050	•													CHES		UT	
14. Date Sp 06/22/201	0			5. Date T 08/29/20	.D. Reached	d 		16. E	Date Comp D & A	pleted () F	19/15/2 Ready to	2010 o Prod.				ons (DF, RK 5580' KB	B, RT, GL	.)*
18. Total D	epth: MD TV	705 D	0'		19. Plu	g Back T.D.:	ME				20. De	epth Brid	lge Plug S		MD TVD			
21. Type E	lectric & Oth	ner Mecl	nanical I	Logs Run	(Submit cop	y of each)					ı	Vas well		ΖN		Yes (Submit		
DUAL INC	GRD, SF	, COM	IP. DE	NSITY,C	OMP. NE	EUTRON,GR,	,CA	LIPER, C	СМТ ВО	ND		Vas DST	run? I Survey?			Yes (Submit Yes (Submit		
23 - Casing	and Liner R	Record	(Report	all string	s set in well	<u>, </u>		·····				/II COLIOIIA	1 Sulvey:	PA'I I	<u> </u>	1 es (Subini	(сору)	
, Hole Size	Size/Gra	ade	Wt. (#/f	t.) To	op (MD)	Bottom (MI))	Stage Co De		ı	of Sks. of Cen		Slurry V (BBL)		Cen	nent Top*	Am	ount Pulled
12-1/4"	8-5/8" J-	-55 2	24#	0		318.15'				160 C	LASS	G						
-7-7/8"	5-1/2" J-	-55	15.5#	0		7040.84'				290 PRIMLITE			1'					
NE/W										425 50)/50 P	OZ						
3 AJ																		
1 1 3	1			_			-											
24.\\Tubing	Record					1.										l		
Size		Set (MCD		cker Dept	h (MD)	Size		Depth Se	t (MD)	Packer l	Depth (MD)	Size		Dep	th Set (MD)	Pack	er Depth (MD)
2-7/8"	EOT@		' TA	@ 6513'			_											
25. Produci	Formation			T	op	Bottom	\dashv		foration I forated In			Si	ze l	No. I	loles	T	Perf. Sta	atue
A) Green I					F			6557-65				.36"		5		15	1 011. 54	rus .
Green I	River							6377-63	87 CP2			.36"	3	30		30		
G) Green I							5888-5904 A3 .36"				24 24							
D) Green I	River							4976-49	79 PB7			.36"	9)		9		
27. Acid, Fr	acture, Trea		Cement	Squeeze,	etc.					mount	and Two	pe of Ma	tarial					
6557-6562		vai		Frac w/	24226# 2	0/40 150bbls	sno	1 Lightnir		Milouit a	ild Ty	pe or ivia	terrai					
6377-6387						0/40 221bbls											• • • • • • • • • • • • • • • • • • • •	
5888-5904	A3					0/40 167bbls			<u> </u>	-								
4976-4979	PB7					20/40 90bbis												
28 Producti	on - Interva	l A														• • • • • • • • • • • • • • • • • • • •		
Date First Produced		Hours Tested	Tes Pro		Oil BBL		Wat BBI		Oil Grav Corr. AF		Gas Gra	s vity	Produc 2-1/2			17' x 24' RH	IAC Pum	ıp
09/15/10	9/26/10	24	-	→	6.67	12.00	10:	3.34										•
		Csg.	24 1		Oil		Wat		Gas/Oil			ll Status						.,,,
of the Control of the	Flwg. SI	Press.	Rat	e	BBL	MCF	BBI	_	Ratio		PF	RODUC	ING					
2-7/8							<u> </u>											···········
28a. Product Date First		al B Hours	Tes	f	Oil	Gas	Wat	er	Oil Grav	ity	Gas		Produc	tion M	ethod			
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			-	→												_		
Choke	Tbg. Press. Flwg.	Csg. Press.	24 I Rate		Oil BBL		Wat BBI		Gas/Oil Ratio		We	ll Status				R	ECE	VED
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\$888 \$575

28b. Prodi	uction - Inte	erval C						. "		
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	Flwg. SI	Press.	Rate	BBL	MCF	BBL	Ratio			
1.			—				İ			
28c. Produ			1							
Date First Produced	Test Date	Hours Tested	Test Production	Oil BBL	Gas MCF	Water BBL	Oil Gravity Corr. API	Gas Gravity	Production Method	
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Choke	Tbg. Press.	Cca	24 Hr.	Oil	Gas	Water	Gas/Oil	Well Status		
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33. Indicat	te which ite	ms have b	een attached b	y placing	a check in the	appropriate bo	xes:			
Elect	trical/Mecha	nical Logs	(1 full set req'	i.)		Geologic Repor	nt DST R	eport	☐ Directional Survey	
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Daily Activity Report

Format For Sundry UTE TRIBAL 1-21-4-3 6/1/2010 To 10/30/2010

UTE TRIBAL 1-21-4-3

Waiting on Cement

Date: 6/29/2010

Ross #21 at 315. Days Since Spud - 8 5/8" casing w/ 160 sks Class "G" + 2% CaCl2 + 0.25#/sk Cello Flake at 15.8 ppg w/ 1.17 yield. - On 6/22/10 Ross Rig #21 spud UT 1-21-4-3, drilled 315' of 12 1/4" hole, and ran 7 jts 8 5/8" - Returned 6.5 bbls to pit. - casing (guide shoe, shoe jt, baffle plate, 6 jts) set @ 318.15' KB. On 6/29/10 BJ Services cemented

Daily Cost: \$0

Cumulative Cost: \$39,990

UTE TRIBAL 1-21-4-3

Drill 7 7/8" hole with fresh water

Date: 8/25/2010

Capstar #329 at 1026. 1 Days Since Spud - choke manifold, upper. kelly cock, and safety valve to 2000 psi for 10 minutes. Flange to choke - 24 hr notice sent to BLM and State via email on 8/23/2010 of rig move on 8/24/2010 at 6:00 PM and - to 1500 psi, for 30 minutes. All test good. - P/U BHA as follows Smith Mi616 7 7/8" PDC. 6.5 Hunting 7/8 lobe, 4.8 stage, 1.15° motor, Monel drill - collar 32.38, 1x2' hangoff sub, 8 drill collars 241.04'. Tag at 293'. Test MWD Tool. Test ok. - Drill 7 7/8" hole from 293' to 1026' with 20 klbs WOB, 155 total RPM, and 122.16 ft/hr avg ROP. - Accept rig on 8/24/2010 at 14:00. R/U B&C Quicktest.pressure test casing rams, blind rams, annular, - Nipple up BOP - BOP test on 8/24/2010 at 6:00 PM. - On 8/24/2010 MIRU set equipment w/ Howcroft trucking. (36 mile move from 3-11-4-1E) - leaked on initial test. Tightened up and all test ok. Pressure test surface casing,

Daily Cost: \$0

Cumulative Cost: \$109,363

UTE TRIBAL 1-21-4-3

Drill 7 7/8" hole with fresh water

Date: 8/26/2010

Capstar #329 at 4248. 2 Days Since Spud - Drill 7 7/8" hole from 2616' to 4248' with 20 klbs WOB, 155 total RPM, and 112.56 ft/hr avg ROP. - Rig service - Call Directional Driller to come out and start dlidding at 1823'. - Drill 7 7/8" hole from 1026' to 2616' with 20 klbs WOB, 155 total RPM, and 176.66 ft/hr avg ROP.

Daily Cost: \$0

Cumulative Cost: \$130,198

UTE TRIBAL 1-21-4-3

TIH

Date: 8/27/2010

Capstar #329 at 5625. 3 Days Since Spud - Drill 7 7/8" hole from 4248' to 4978' with 20 klbs WOB, 155 total RPM, and 112.30 ft/hr avg ROP. - Drill 7 7/8" hole from 4978' to 5625' with 20 klbs WOB, 155 total RPM, and 61.61 ft/hr avg ROP. - Circulate - Trip out of hole - Dress bit # 2. Function test BOP - Trip in hole - Rig service. Function test BOP and crown-o-matic

Daily Cost: \$0

Cumulative Cost: \$164,493

UTE TRIBAL 1-21-4-3

Lay Down Drill Pipe/BHA

Date: 8/28/2010

Capstar #329 at 7050. 4 Days Since Spud - Spot brine from 4000' to surface - TOOH -

Circulate for logs - Drill 7 7/8" hole from 5744' to 7050' with 15 klbs WOB, 155 total RPM, and 104 ft/hr avg ROP. - Rig service - Drill 7 7/8" hole from 5625' to 5744' with 15 klbs WOB, 155 total RPM, and 104 ft/hr avg ROP. - LDDP and BHA - TIH

Daily Cost: \$0

Cumulative Cost: \$188,938

UTE TRIBAL 1-21-4-3

Lay Down Drill Pipe/BHA

Date: 8/29/2010

Capstar #329 at 7050. 5 Days Since Spud - Clean mud tanks. Release Rig @ 6:00am on 8/29/10 - Set slips w/105,000 tension - 425sks tail;50:50:2 .05#SK SF+3%KCL+.25CF+.5% EC+3%SMS - Cement w/BJ;290sks lead=PLII+3%KCL+.5#/sk CF+2#/sk KS+.002gpsFP-6L - Circulate w/rig pump - Rig up and run 166jts of 5.5-15.5# casing set @ 7040.84'KB. - Rig up and log w/Haliburton; Triple combo **Finalized**

Daily Cost: \$0

Cumulative Cost: \$353,815

Pertinent Files: Go to File List